



For Immediate Release – May 2, 2006
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CAL-TAX: CALIFORNIA ECONOMY PRODUCES MORE THAN ANY TAX INCREASE

In response to Franchise Tax Board and news reports of record levels of income tax payments in April, helping to produce more than \$3.5 billion in revenue above budget projections, California Taxpayers' Association President Larry McCarthy issued the following statement:

“The state-level revenue surge shows once again that California’s tax structure produces more revenue faster than any tax increase. When the California economy improves, California’s tax structure is a money machine for the state’s general fund. Those seeking to increase taxes in the Legislature or through the initiative process will not produce the revenue that can be realized by encouraging economic investment and growth in California.”