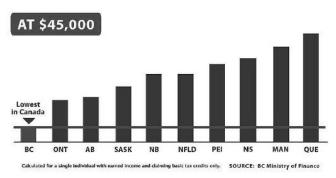
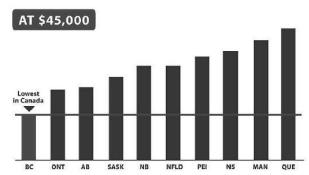
Why All Charts Should Start at Zero

PROVINCIAL PERSONAL INCOME TAXES

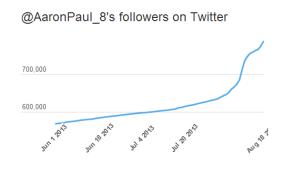


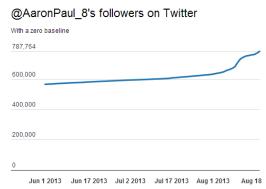
- ► In 2010, in crisis because of the HST, B.C. Premier Gordon Campbell gave a TV address in which he emphasized how his government had reduced income taxes to some of the lowest rates in Canada. The chart at left was used to illustrate his point.
- ► Looking at that chart, how much higher do you think income taxes are in Ontario? Twice as high? Three times as high?
- Now look at the chart on the right. How much higher do Ontario income taxes look now? 50% or less, right?
- ► The difference between the two charts? The one above used \$1,000 as its **baseline**, or starting point. The one on the right used **zero**.
- ► Using any number other than zero as your chart's baseline is misleading. This is particularly true if, like

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Campbell, you don't label what you're doing (by putting a \$1,000 by the baseline). But even if you *do* label your axis, the impression your chart provides will still be misleading.





- ▶ Using a baseline other than zero makes line graphs misleading, too, as in the example above left <u>used by Twitter</u> to show the growth in Breaking Bad star Aaron Paul's Twitter followers. Or this <u>business website's graph</u> showing a "big change" in the stock market.
- ▶ This is a good example of the rule of thumb that **your chart should makes sense with the numbers removed**. Using a baseline other than zero means, almost by definition, that your chart will give a false impression with the numbers removed.