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Middle Class Expansion Blueprint

A Capital Formation, Business Investment and Job Creation Plan

A plan to rebuild America ONE JOB and ONE SMALL BUSINESS at a time. A plan that all Democrat and Republican lawmakers can support.

A US based business (C Corp, S Corp, LLC and other taxpaying business entity) (Business) will receive a dollar for dollar Federal Tax Credit (Jobs Credit) for the full 1st year salary of every job the Business creates up to \$50,000 in the year the job was created. For example, if the 1st year salary of the job is \$35,000, then the Jobs Credit would be \$35,000. The Jobs Credit is a fully transferrable ... assignable Jobs Credit to investors providing the investment to the Business to create the job (Capital Formation). Jobs created in Enterprise Zones, Hub Zones, inner-cities, or any other qualifying low income area of the nation as defined by congress, the Job Credit doubles to up to \$100,000. Jobs created from repatriated funds from profits earned overseas by US Businesses will received the same Jobs Credit treatment. For example, if an investor (individual, business repatriating funds, venture capital firm, corporate venture capital firm, or any other type of business investment entity) invests \$1,000,000 to directly create 20 jobs with a 1st year salary of \$50,000 (Business Investment), these entities would receive a \$1,000,000 tax credit ... Jobs Credit. This Middle Class Expansion Blueprint and the middle class jobs generated will create substantial personal and business tax revenues over a 10 year period (see below) and provide for major contributions to the GROSS NATIONAL PRODUCT.

The Middle Class Expansion Blueprint could increase to labor participation rate of workers from its current level of 62.7% to 65 to 70% of eligible labor force wanting to work and reduce the unemployment rate from 4.1% to <3%.

10 Year US Financial Impact Analysis (To Be Verified by the Congressional Budget Office)

Direct Jobs Created by the Middle Class Expansion Blueprint

10 Year Corporate

Estimated Total Jobs Created	Estimated that 20% of Jobs Created will be in Enterprises Zones, Hub Zones or Inner Cities (Low income corridors)	Total Cost in Jobs Credits	10 Year Personal Income Tax Revenue (Adjusted Gross Income of \$50,000 job est at \$25,000 and new income tax rate of 12%)	Income Tax Revenue (National average business revenue per employee is \$500,000, average business profit is 9%, and new corporate tax rate is 21%)	Total 10 Year Estimated Tax Revenues	Net Increase in Tax Revenue over the 10 Year Period
1,000,000	200,000	60,000,000,000	30,000,000,000	94,500,000,000	124,500,000,000	64,500,000,000
2,500,000	500,000	150,000,000,000	75,000,000,000	236,250,000,000	311,250,000,000	161,250,000,000
5,000,000	1,000,000	300,000,000,000	150,000,000,000	472,500,000,000	622,500,000,000	322,500,000,000
10,000,000	2,000,000	600,000,000,000	300,000,000,000	945,000,000,000	1,245,000,000,000	645,000,000,000

Indirect Jobs Created by the Middle Class Expansion Blueprint (2.0 Multiplier i.e. for every direct job created 2 indirect jobs are created)

Estimated Total Jobs Created	Estimate that 20% of Jobs Created will be in Enterprises Zones, Hub Zones or Inner Cities	Total Cost in Jobs Credits	10 Year Personal Income Tax Revenue (Adjusted Gross Income of \$50,000 job est at \$25,000 and new income tax rate of 12%)	10 Year Corporate Income Tax Revenue (National average business revenue per employee is \$500,000, average business profit is 9%, and new corporate tax rate is 21%)	Total 10 Year Estimated Tax Revenues	Net Increase in Tax Revenue over the 10 Year Period
2,000,000	400,000	120,000,000,000	60,000,000,000	189,000,000,000	249,000,000,000	129,000,000,000
5,000,000	1,000,000	300,000,000,000	150,000,000,000	472,500,000,000	622,500,000,000	322,500,000,000
10,000,000	2,000,000	600,000,000,000	300,000,000,000	945,000,000,000	1,245,000,000,000	645,000,000,000
20,000,000	4,000,000	1,200,000,000,000	600,000,000,000	1,890,000,000,000	2,490,000,000,000	1,290,000,000,000

Total 10 Year Financial Impact of the Middle Class Expansion Blueprint

10 Year Corporate

Estimated Total Jobs Created	Estimate that 20% of Jobs Created will be in Enterprises Zones, Hub Zones or Inner Cities	Total Cost in Jobs Credits	10 Year Personal Income Tax Revenue (Adjusted Gross Income of \$50,000 job est at \$25,000 and new income tax rate of 12%)	Income Tax Revenue (National average business revenue per employee is \$500,000, average business profit is 9%, and new corporate tax rate is 21%)	Total 10 Year Estimated Tax Revenues	Net Increase in Tax Revenue over the 10 Year Period
3,000,000	600,000	180,000,000,000	90,000,000,000	283,500,000,000	373,500,000,000	193,500,000,000
7,500,000	1,500,000	450,000,000,000	225,000,000,000	708,750,000,000	933,750,000,000	483,750,000,000
15,000,000	3,000,000	900,000,000,000	450,000,000,000	1,417,500,000,000	1,867,500,000,000	967,500,000,000
30,000,000	6,000,000	1,800,000,000,000	900,000,000,000	2,835,000,000,000	3,735,000,000,000	1,935,000,000,000

The estimated \$193.5 billion to \$1,935 billion in net increase in US tax revenues of the 10 year period can be used by the Trump administration to:

- 1. Build to Wall on the Southern Border
- 2. Apply to Rebuilding America's Infrastructure (roads, bridges, airports, seaports)
- 3. Repeal and replace Obamacare with a Healthcare System that works for all Americans
- 4. Reducing the \$20 trillion budget deficit