

THE TRUMP TAX CUTS



“It’s time that we take care of our people” – September 2017

Tax Cuts and Job Acts is signed into law -- December 2017

The cuts became effective in 2018

Steven Zecola
February 2020

BUT WHO EXACTLY ARE TRUMP'S PEOPLE?



or

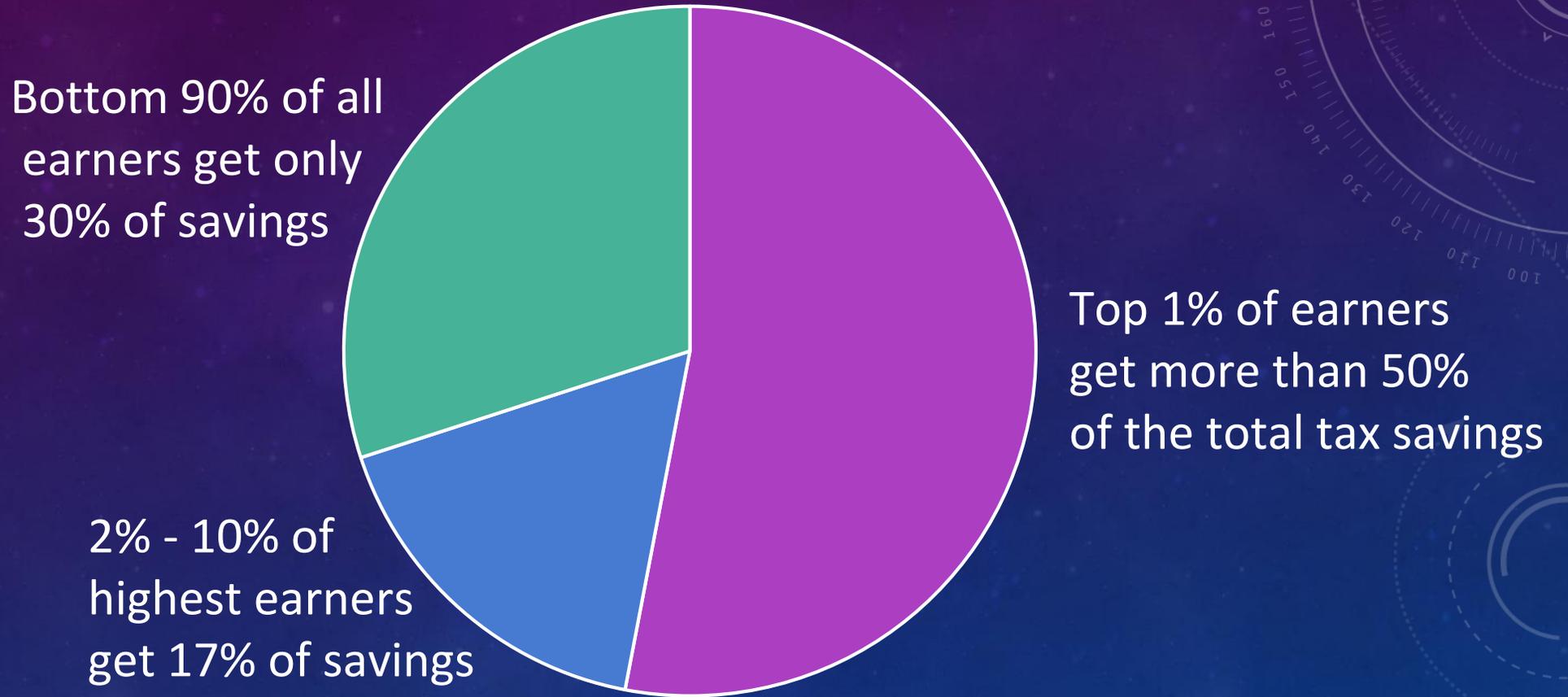


The rest of us are tapped out after buying a home, but with our Cash Back Mortgage, you'll have a little money in your pocket to go with that house key — up to 5% of your mortgage. Smart huh? Just call 1-877-288-4466 or visit www.coastcapitalsavings.com for more.

The Top 1% earn an average of \$715,000 per year;
their net worth exceeds \$10 million

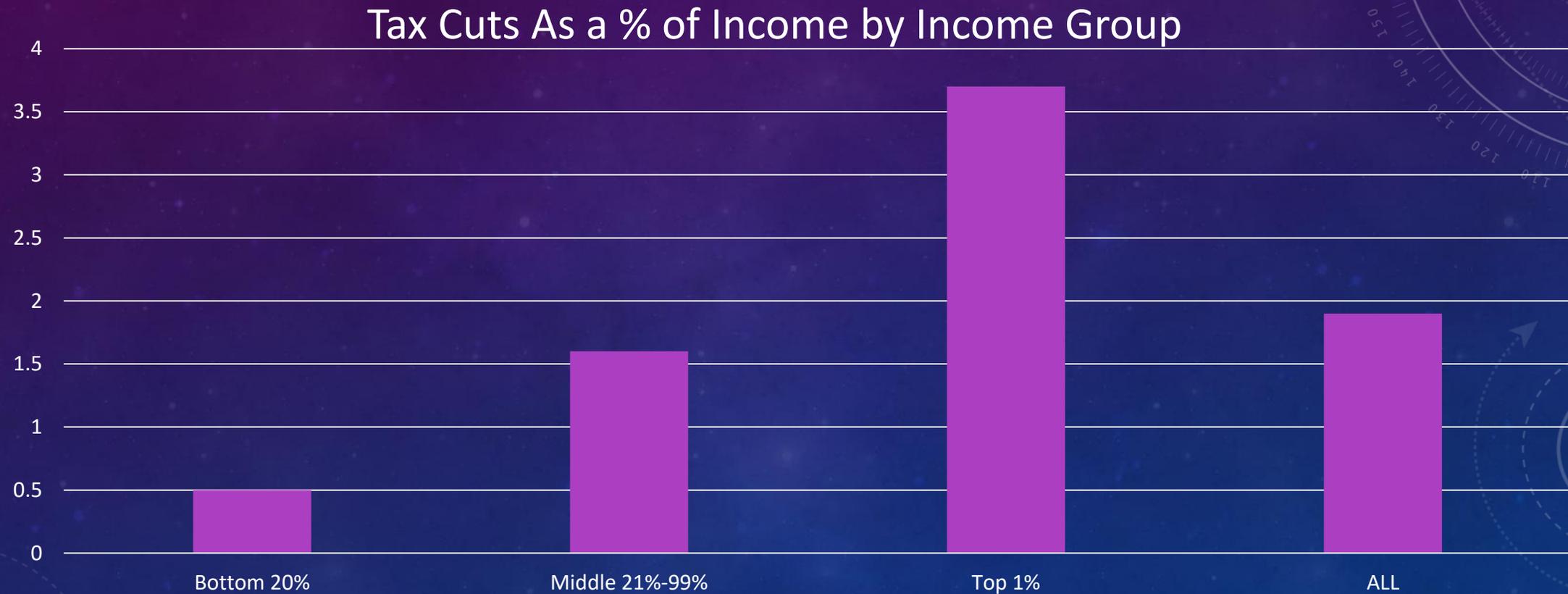
For the other 99%, the median salary is \$63,000;
their median net worth is less than \$100,000

TRUMP'S TAX SAVINGS PER YEAR - \$300+ MILLION



This chart gives an indication of Trump's favorite people

AS A PERCENTAGE OF INCOME, TRUMP'S TAX CUTS ARE THE HIGHEST FOR TOP 1% OF EARNERS



This chart clearly shows who Trump likes – and dislikes

WHY CUT TAXES FOR THE TOP 1%?

- The Top 1% of individuals didn't need and didn't ask for tax relief
- The economy was in the 10th year of growth; it didn't need stimulation
- Tax rates have been relatively low; therefore the demand pick-up from a Trump tax cut would be less pronounced than in the Reagan years

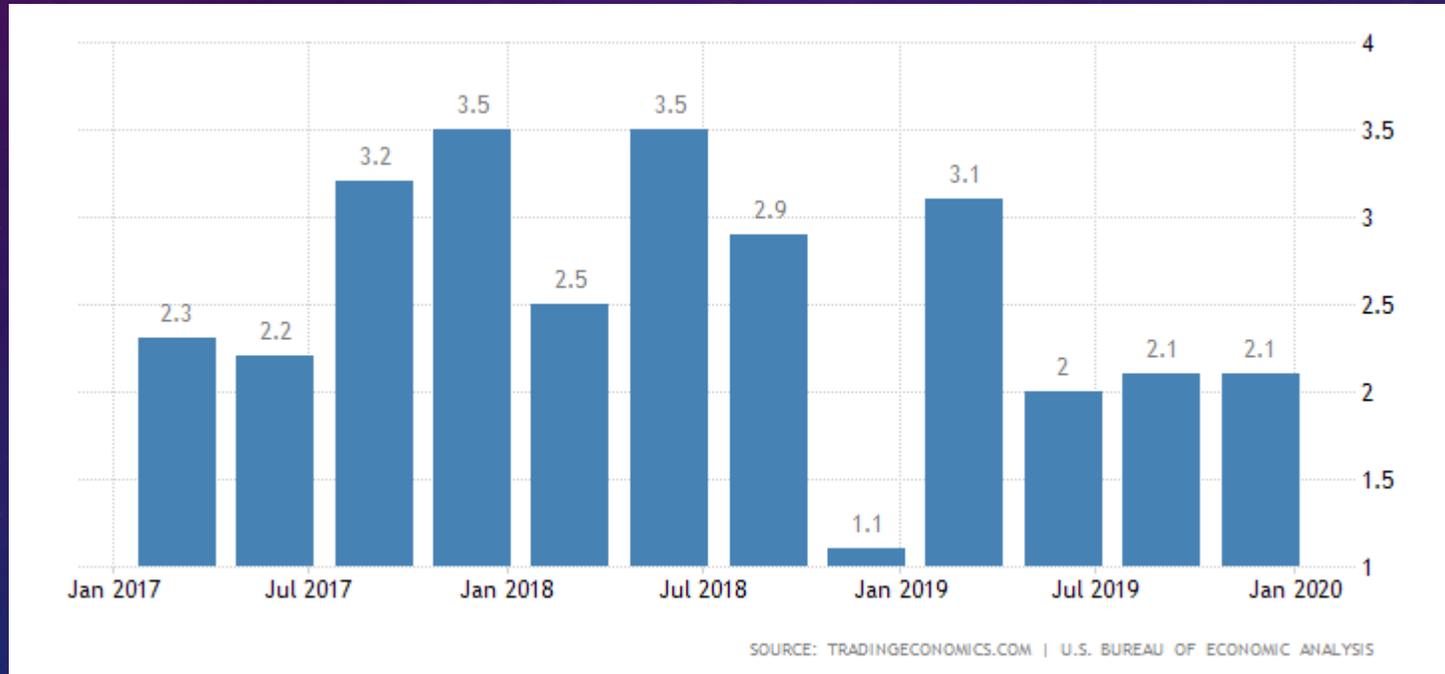
From an economics perspective, the tax cuts are really a tax deferral. They add to the national debt, and will have to be paid back.

THE PROMISED EFFECTS OF THE TRUMP TAX CUTS?

- The non-partisan Congressional Budget Office found the tax cuts:
 - ❖ Had virtually no impact on employment
 - ❖ Haven't contributed to investment given the wealth of cash at businesses
 - ❖ Have not paid for themselves

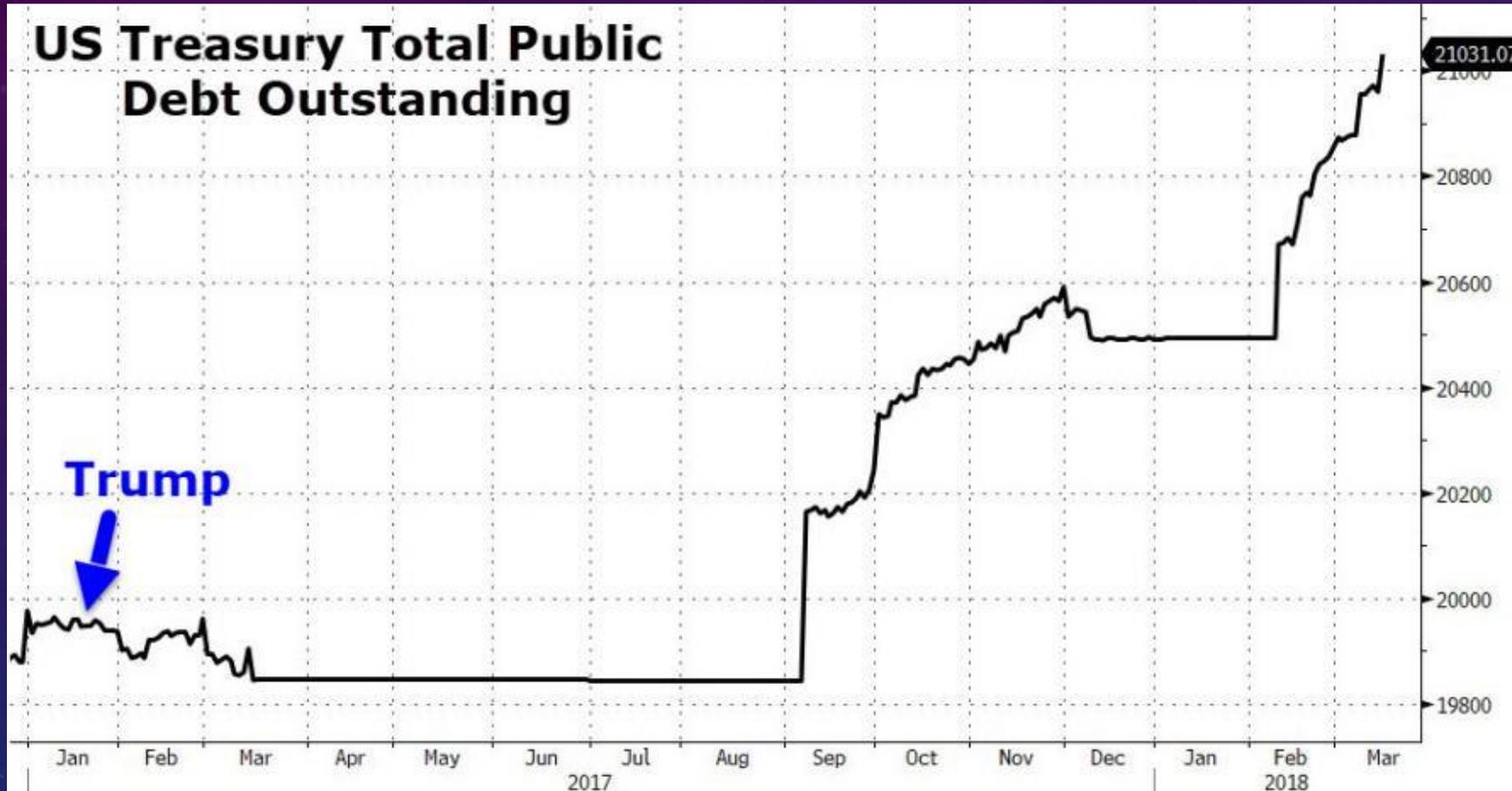
WHAT ABOUT THE STIMULATIVE EFFECT ON THE ECONOMY?

Quarterly GDP Growth



No sustained uptick in the economy from the tax cut

WHAT ABOUT THE INCREASED DEBT FROM THE TAX CUT?



Trump's Tax Cuts Add Over \$1 Trillion to the National Debt Bringing the Total to \$21 Trillion

PUTTING IT ALL TOGETHER

- The Trump tax cut was heavily slanted toward the Top 1% of individuals
- The \$1+ trillion tax cut was really a tax deferral – it will have to be paid back in higher taxes or lower government expenditures
- Trump has already introduced cuts to Medicaid, Social Security and other domestic programs
- The national debt currently equates to \$130,000 in debt for every voter in the United States

Can you trust Trump to determine your fair share of the \$21 Trillion national debt?