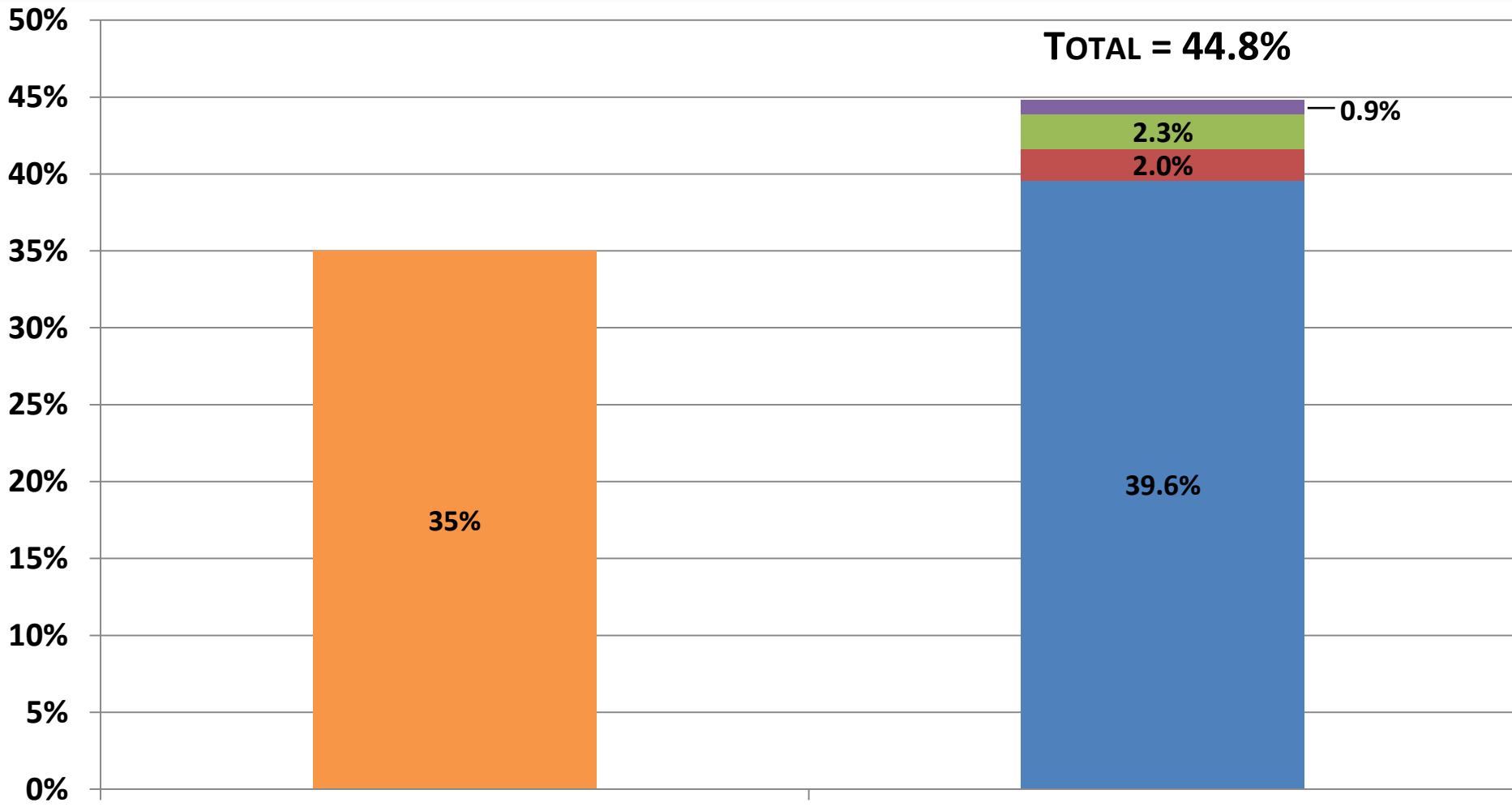


PRESIDENT'S TAX HIKES



2011, TOP STATUTORY RATE

PRESIDENT'S TOP TAX RATE

■ NONDEDUCTIBLE MEDICARE TAX

■ MEDICARE TAX ON WAGES/SALARY

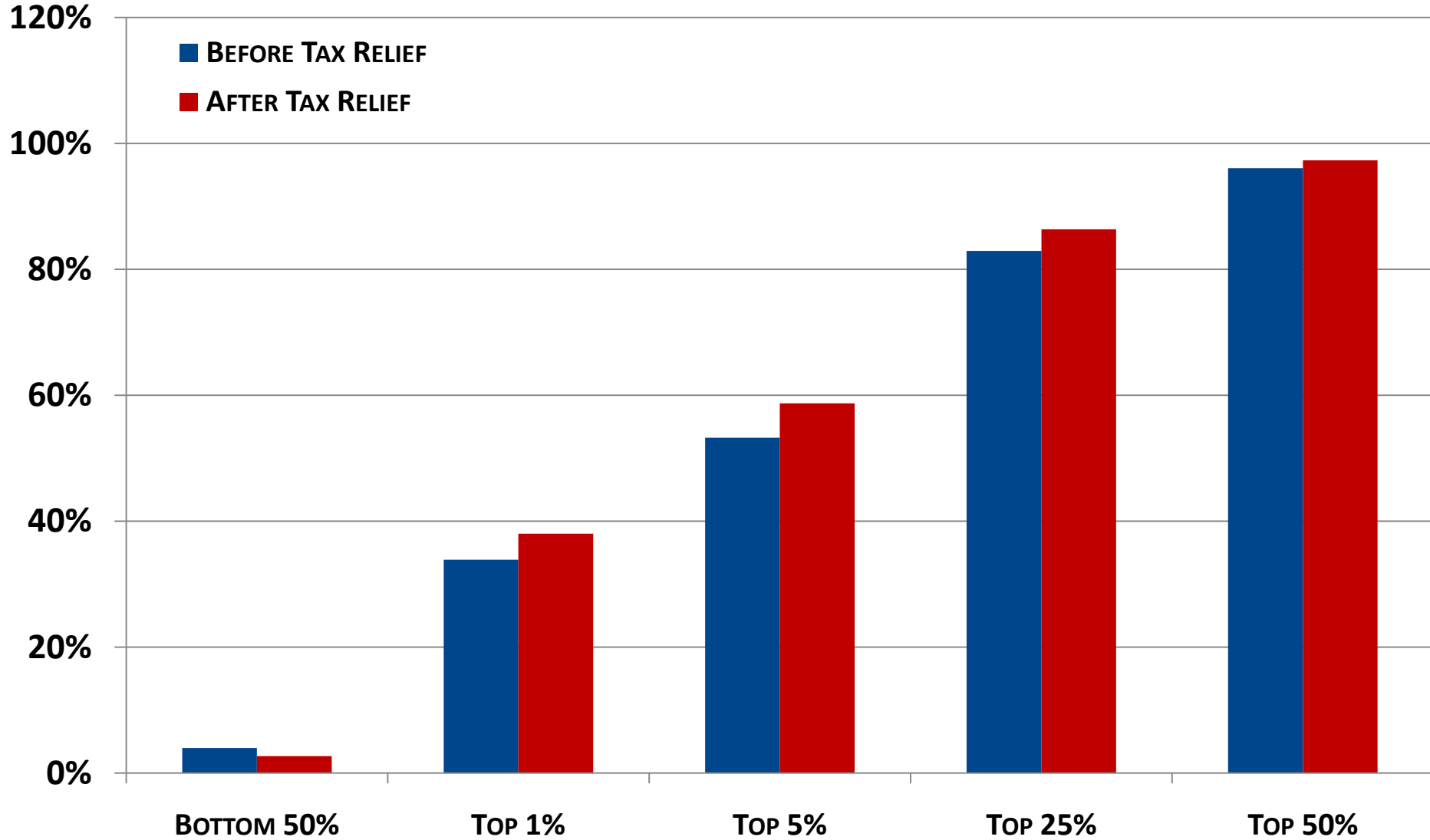
■ PEP/PEASE PROVISIONS REINSTATED, 2011

■ EXPIRATION OF 2001/2003 TAX RATES, 2011

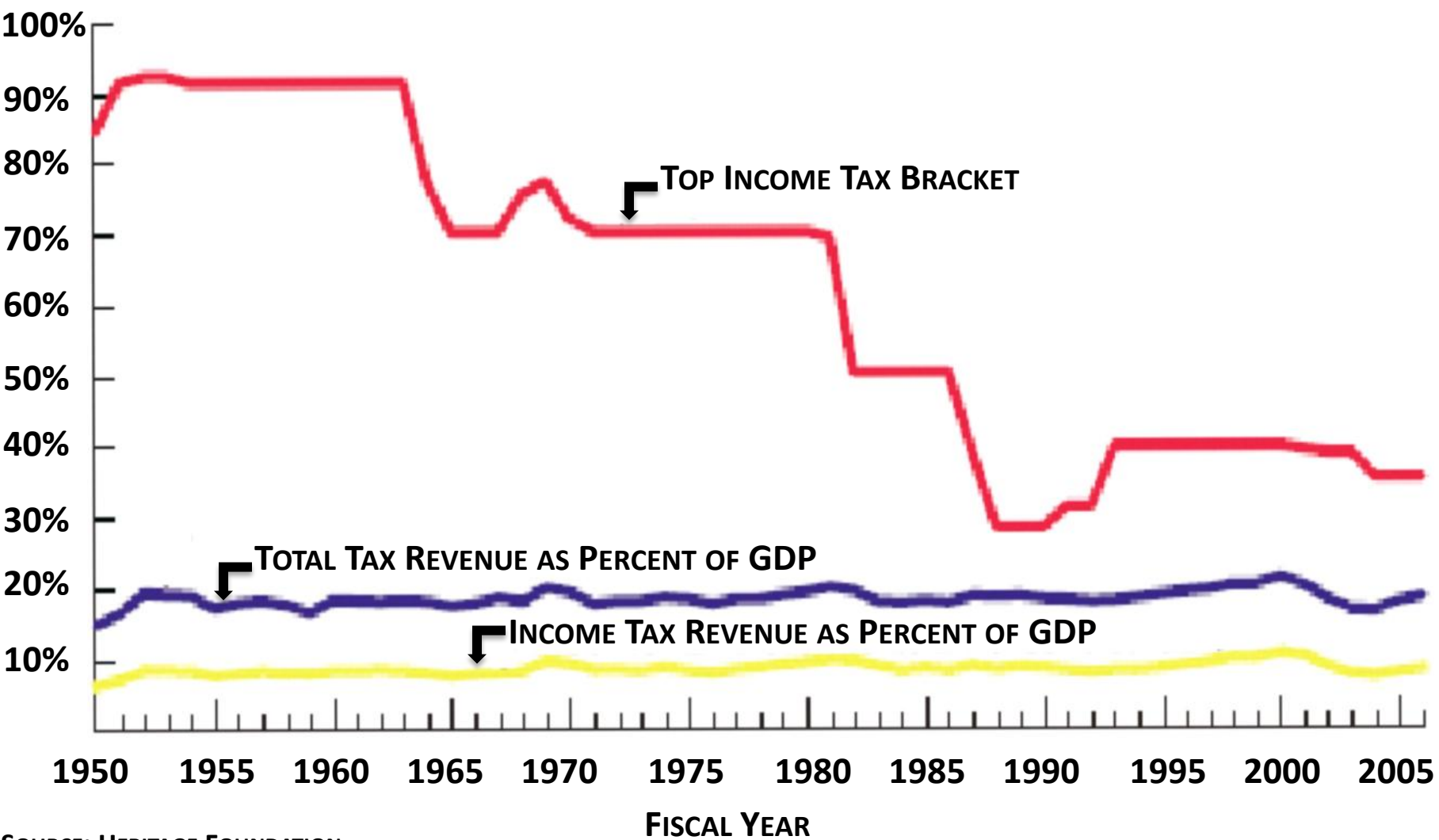
SOURCE: IRS, PRESIDENT'S FY2012 BUDGET, HOUSE BUDGET COMMITTEE ESTIMATES

TAX CODE MORE PROGRESSIVE AFTER TAX RELIEF

BREAKDOWN OF TAX BURDEN BY INCOME LEVEL – 2001 vs 2008

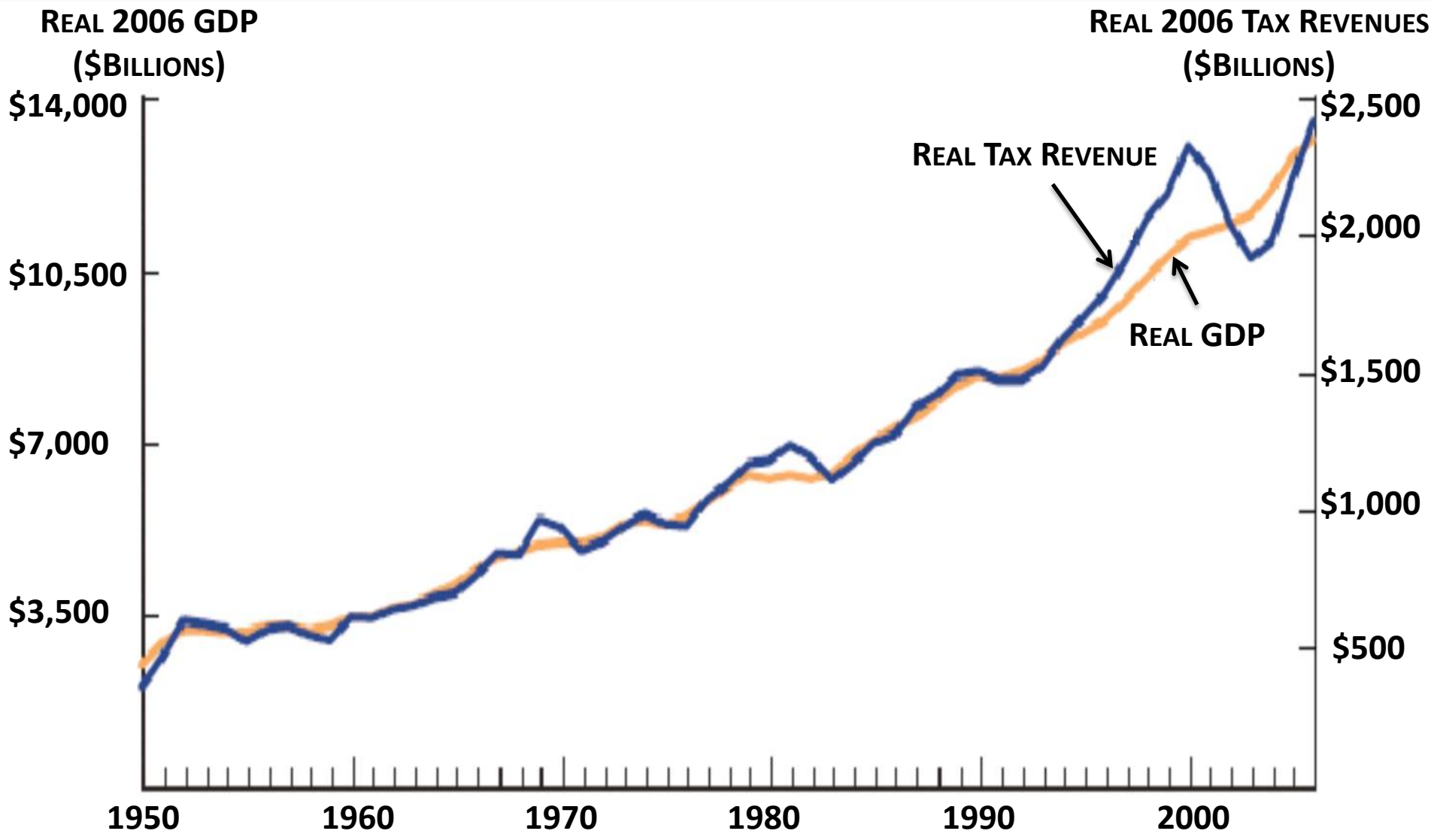


TAX REVENUES DO NOT CORRELATE WELL WITH TAX RATES



SOURCE: HERITAGE FOUNDATION

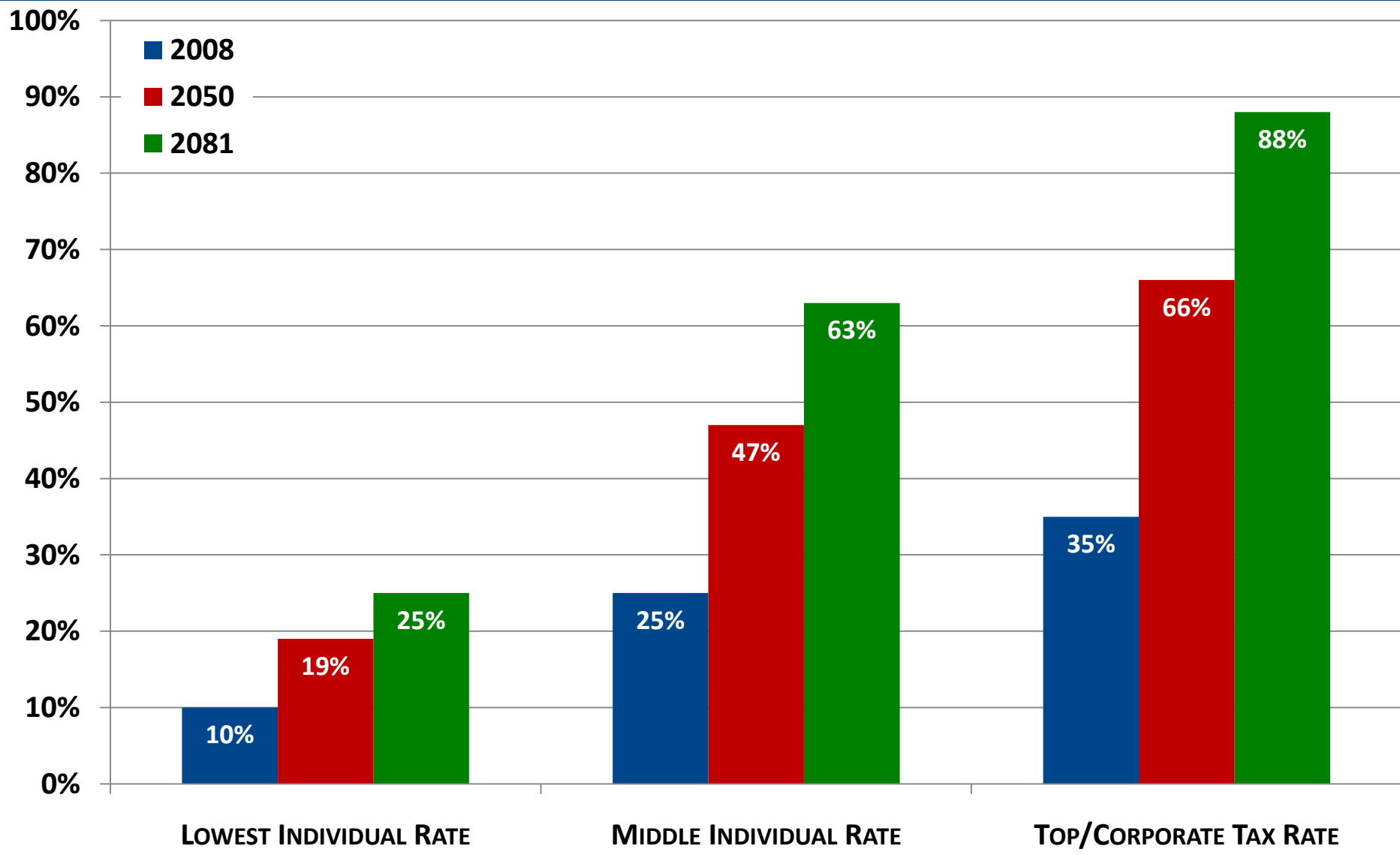
TAX REVENUES ARE HIGHLY CORRELATED WITH GDP



SOURCE: HERITAGE FOUNDATION

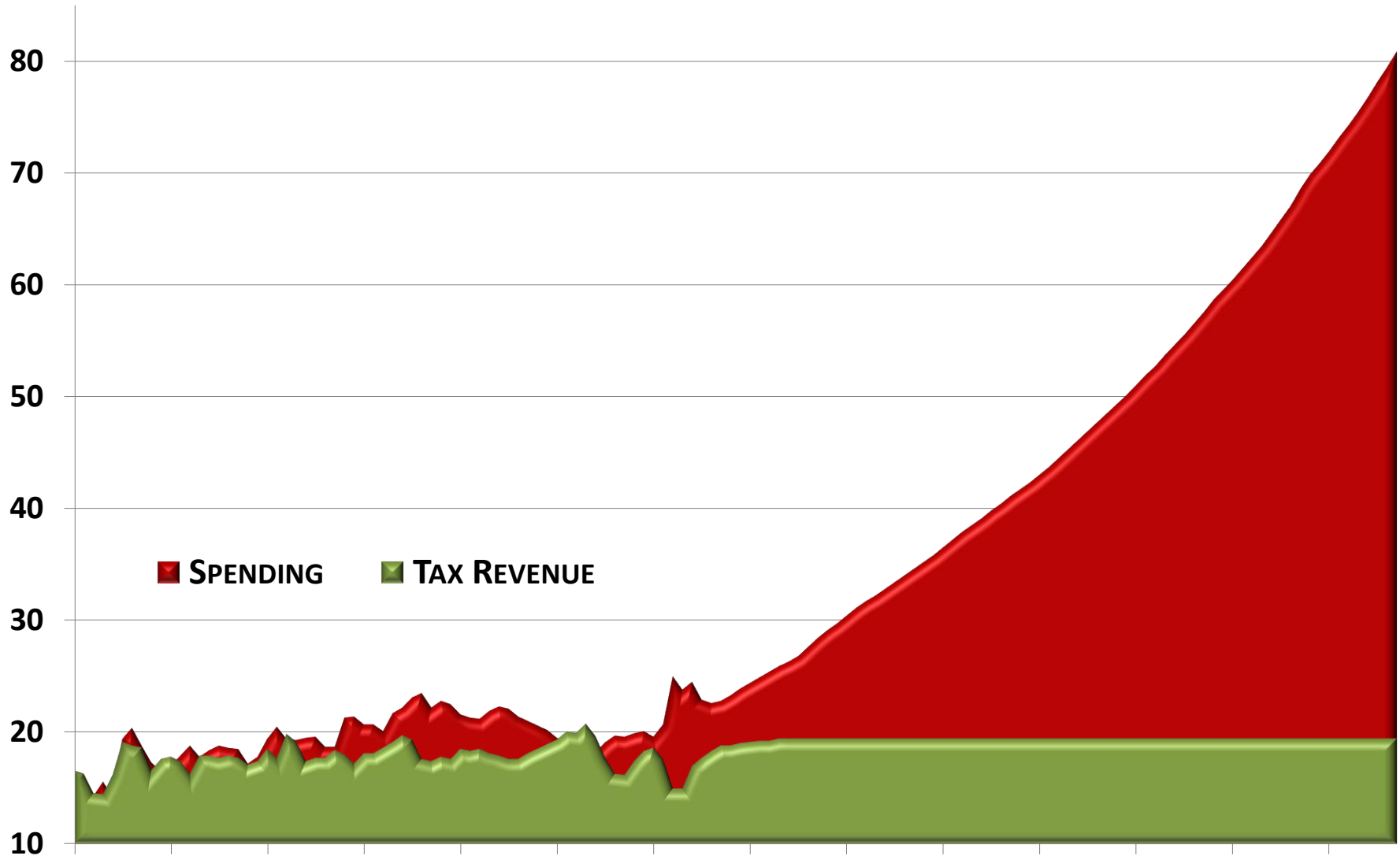
CHASING HIGHER SPENDING WITH TAXES

(INCREASE IN TAX RATES NECESSARY TO KEEP PACE SPENDING)



WE ARE IN A SPENDING-DRIVEN DEBT CRISIS

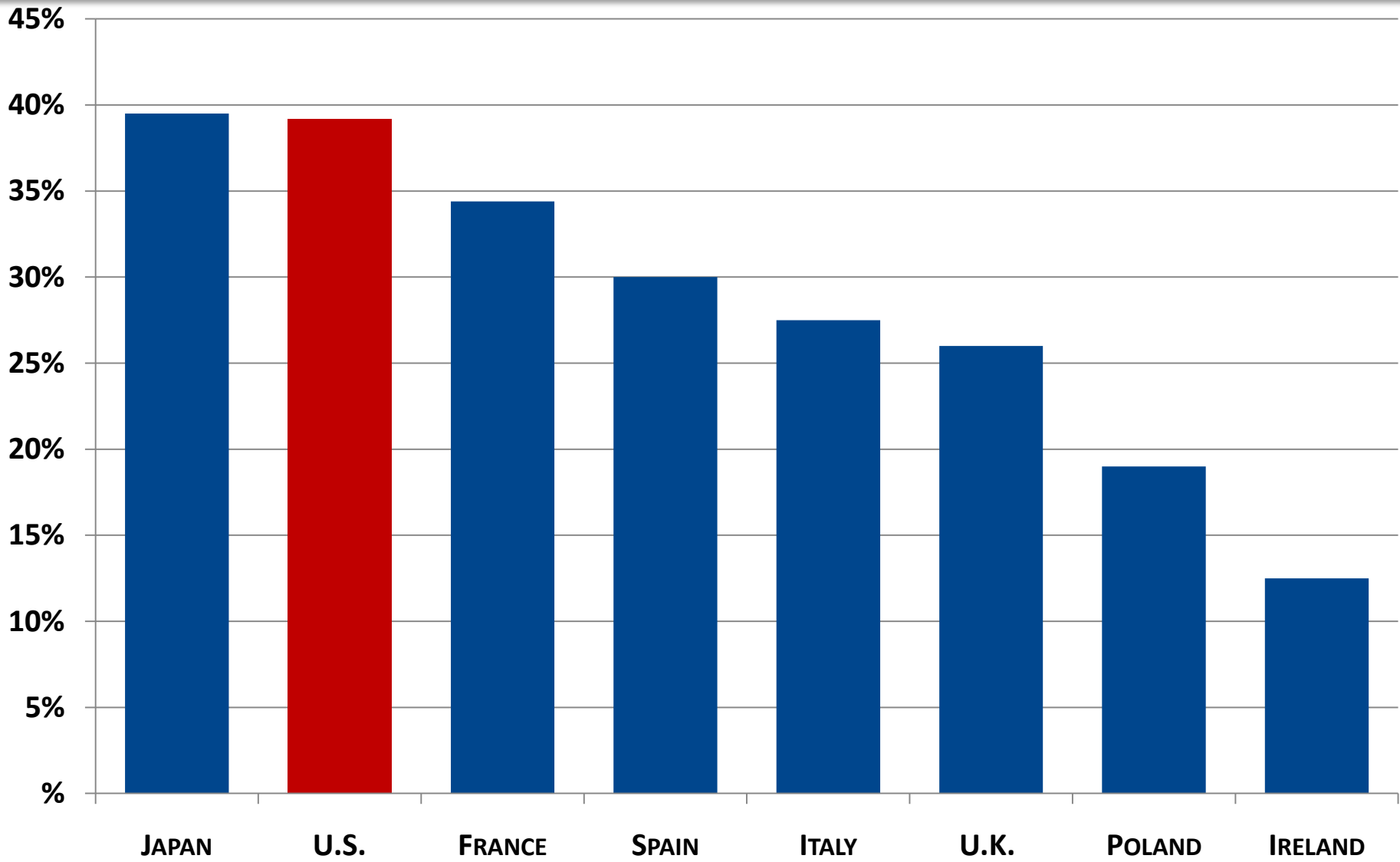
HISTORIC/PROJECTED SPENDING & REVENUE AS A PERCENTAGE OF THE ECONOMY



1947 1957 1967 1977 1987 1997 2007 2017 2027 2037 2047 2057 2067 2077

SOURCE: OFFICE OF MANAGEMENT AND BUDGET HISTORIC TABLES, CONGRESSIONAL BUDGET OFFICE; PROJECTIONS BASED ON THE CBO'S ALTERNATIVE FISCAL SCENARIO.

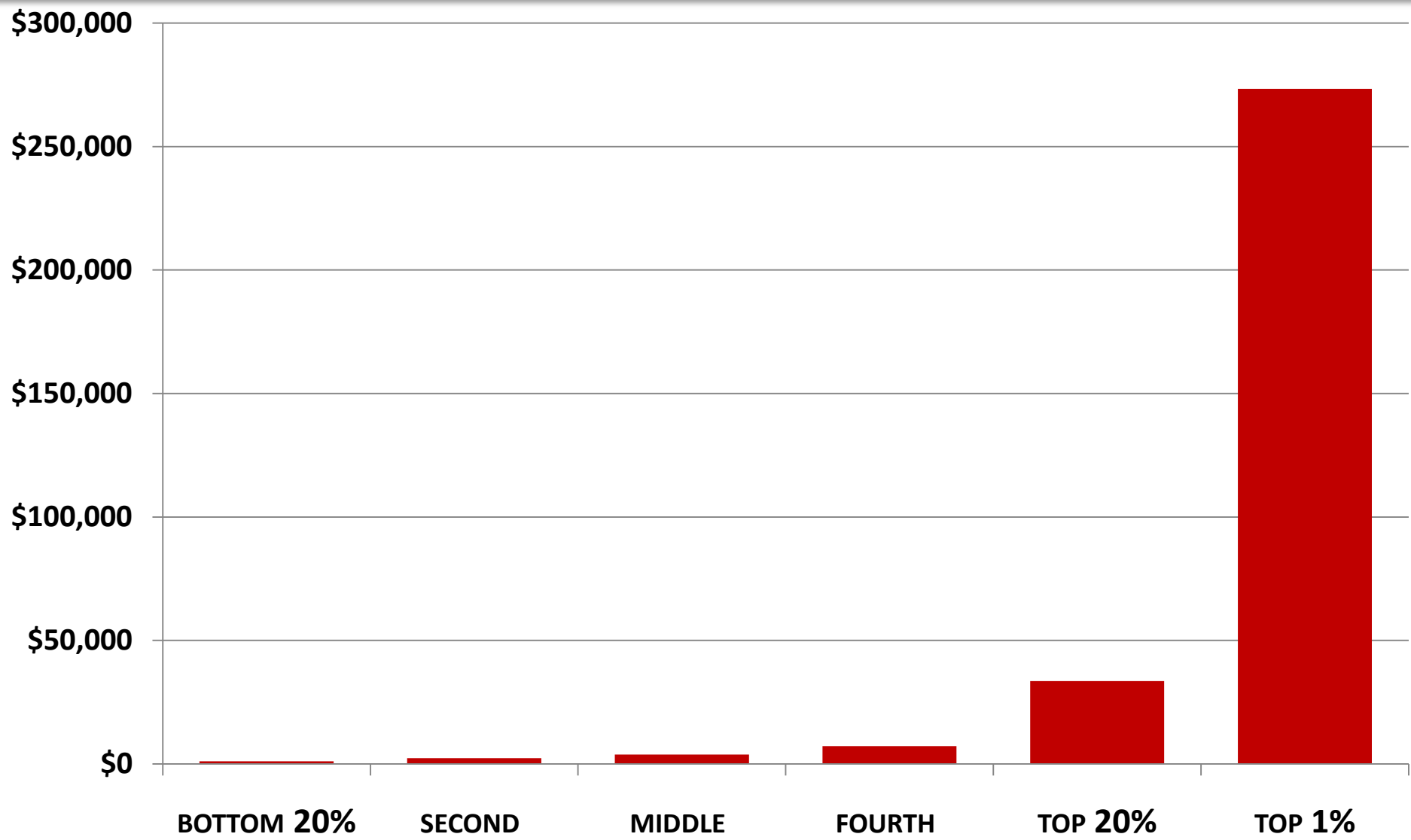
CORPORATE INCOME TAX RATES



SOURCE: ORGANIZATION FOR ECONOMIC CO-OPERATION AND DEVELOPMENT

WHO BENEFITS FROM TAX LOOPHOLES

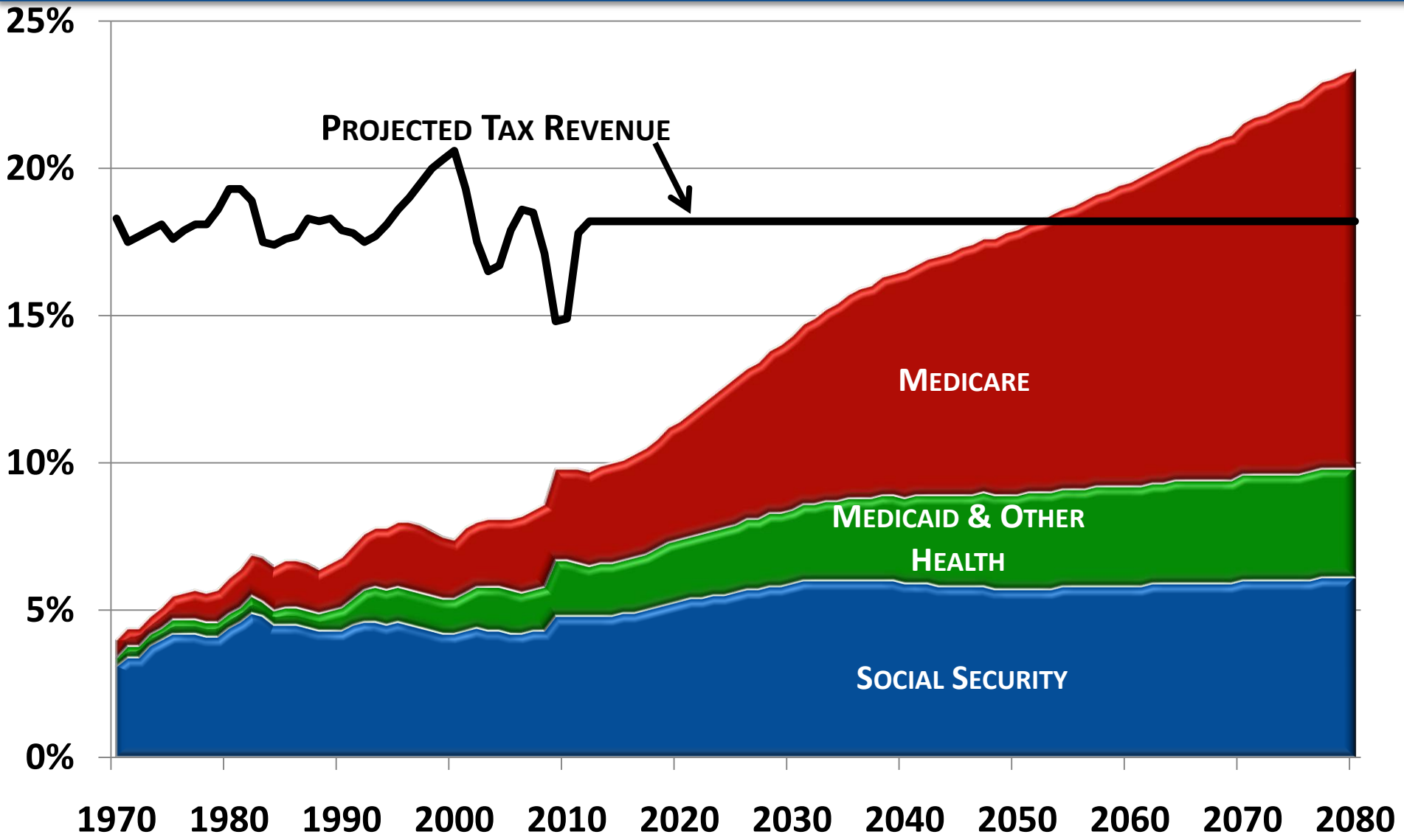
AVERAGE PER PERSON BENEFIT BY CATEGORY OF EARNERS



SOURCE: TAX POLICY CENTER/IRS

WHAT DRIVES OUR DEBT?

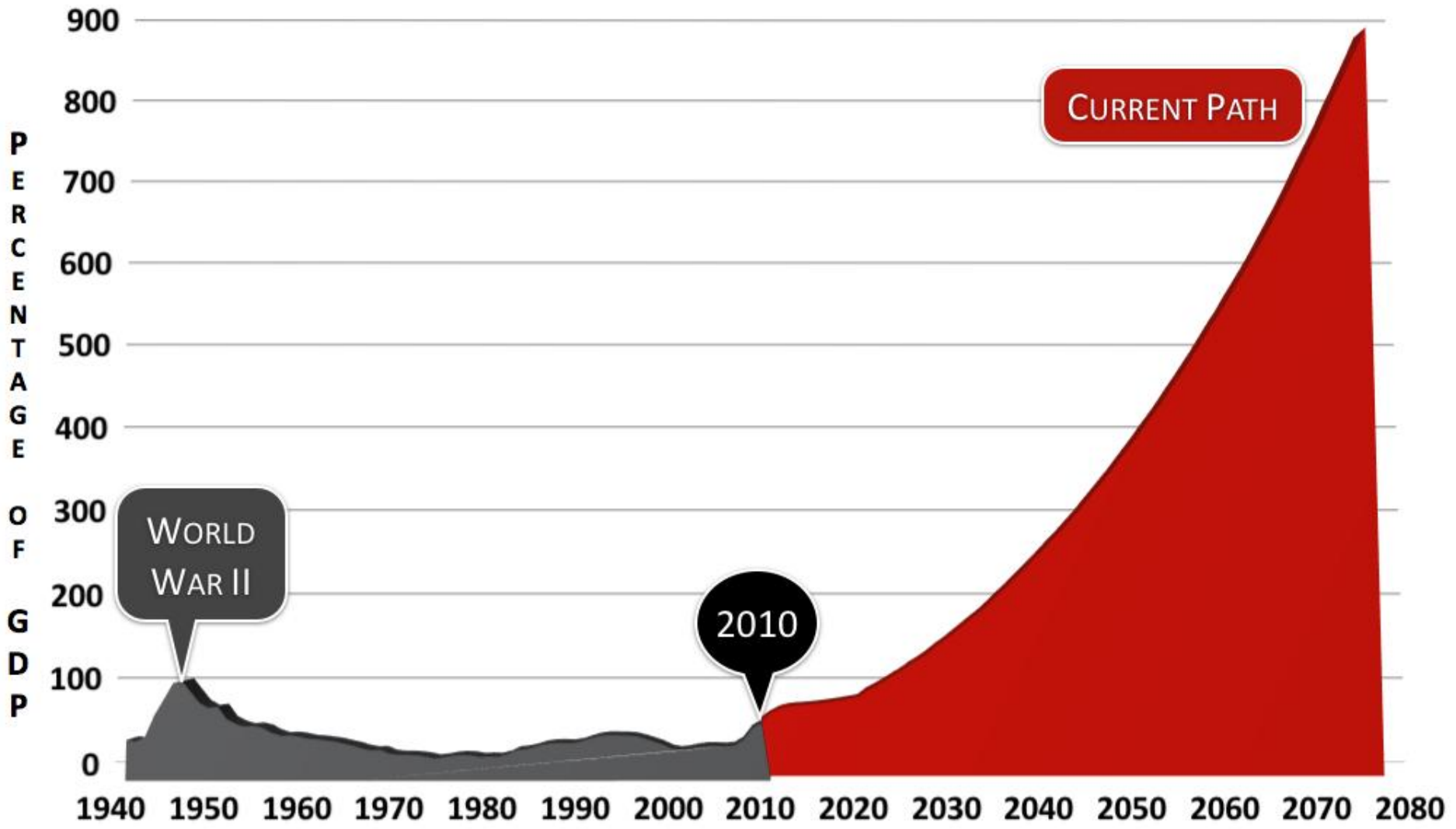
(GOVERNMENT SPENDING AS SHARE OF ECONOMY)



SOURCE: CBO

CRUSHING BURDEN OF DEBT

(DEBT AS A SHARE OF THE ECONOMY)



SOURCE: OMB/CBO