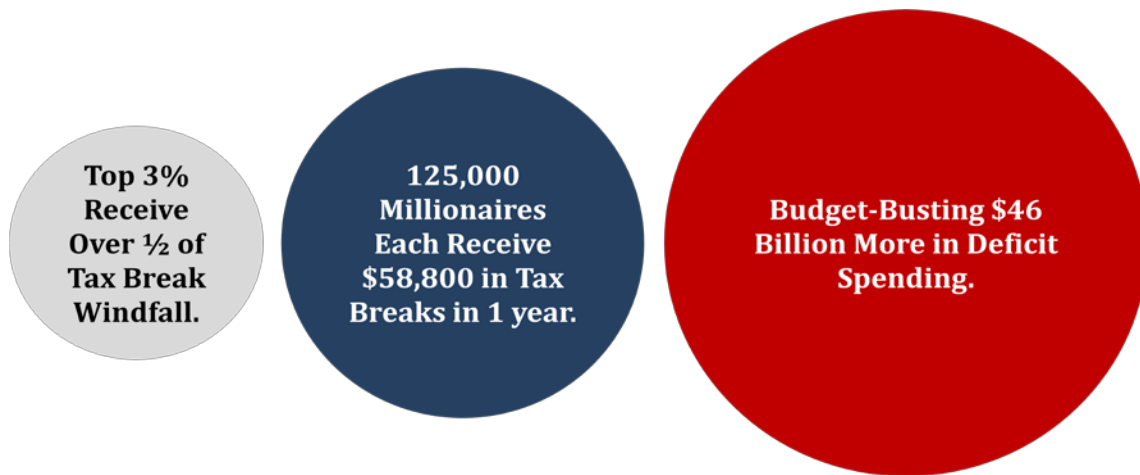


## H.R. 9: FACT SHEET

### DEFICIT SPENDING TAX BREAKS FOR THE RICH AND FAMOUS

Cantor Corporate Tax Giveaway is Untargeted, Fails to Create Jobs,  
Benefits the Highest Earners and Increases the Deficit



#### Another Tax Windfall for High-Income Households

- Joint Committee on Taxation: Majority of benefit (56%) goes to taxpayers making \$250,000-plus.
- 125,000 taxpayers making more than \$1 million a year would receive an average tax break of \$58,800, more than tens of millions of working Americans make in a year.

#### Adds Budget-Busting \$46 Billion to the Deficit in 2012

- Permanent extension could cost half a trillion dollars over 10 years.

#### Not Targeted at Job Creation

- Joint Committee on Taxation: Economic impact “so small as to be incalculable.”
  - In contrast, 100% bonus depreciation or targeted hiring incentives give businesses a tax break only when they invest or hire in the United States, offering more bang for the buck.
  - Democratic Substitute would provide 100% deduction for companies investing in U.S.
- Businesses cutting jobs still eligible, including those that hire overseas.

#### Not Targeted at Small Business

- Unlike SBA assistance, this is not targeted at small businesses, rather entities regardless of the size of their assets, level of income or nature of their business.
- Available to partnerships of highly paid professionals, including law and lobby firms, professional sports teams, entertainers and financial consultants.
- Reports: Paris Hilton Entertainment, Inc., Dash Boutiques (the Kardashian Family high-end apparel stores), adult filmmaker Vivid Entertainment, and Larry Flynt Publications are all eligible
- Worthy taxpayers excluded:
  - Sole proprietors with no employees would get nothing.
  - Small businesses that have struggled in the economic downturn and have losses that offset their taxable income would get nothing.

*Prepared by Democratic Staff  
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