

A P L A N
to
Create Jobs
END ECONOMIC UNCERTAINTY
AND
MAKE AMERICA MORE COMPETITIVE

Joblessness is the single most important challenge facing America today. Jobs are the lifeblood of our economy, and for our workforce, there is no substitute for the pride and dignity that comes with an honest day's work and a steady paycheck.

Washington's heavy-handed approach is not working. Private sector unemployment remains at or near 10 percent, jobless claims continue to soar, and the only parts of the economy expanding are government and our national debt. It is time to end this liberal Keynesian experiment and stop the attacks on our employers that prevent them from investing in our economy. We need private sector jobs, not more government.

We have a plan that will help create jobs, end economic uncertainty, and make America more competitive.

“Top-down one-size-fits-all decision making should not replace the personal choices of free people in a free market, nor undermine the proper role of state and local governments in our system of federalism.” – Gov. Bob McDonnell (VA)

WHAT WE'RE UP AGAINST

The trillion-dollar “stimulus” spending bill has made “where are the jobs?” a national rallying cry after failing to live up to the specific promises made by its architects. Instead of remaining below eight percent, unemployment has been above nine percent for 16 consecutive months. This is a far cry from the recovery the

American people were promised.

Undeterred by dismal results, Washington Democrats continue to double-down on their job-killing policies. President Obama is proposing spending billions more on government “stimulus” projects. He also wants to raise taxes on roughly half of small business income in America. Raising taxes on anyone in a struggling economy – especially family-owned businesses – is precisely the wrong thing to do. Economists agree, as do the American people.

“An economy constrained by high tax rates will never produce enough revenue to balance the budget, just as it will never create enough jobs.”

– President John F. Kennedy

In addition to punishing businesses, these looming tax hikes will hurt every family in America. During the 1990s, a Republican Congress enacted pro-family policies such as marriage penalty relief and the child tax credit. Unless action is taken, a \$3.8 trillion tax hike will go into effect on January 1, 2011 that will unravel these policies. A family of four with a household income of \$50,000 a year will have to pay \$2,900 more in taxes in 2011, according to a new analysis by Deloitte Tax LLP, a tax consulting firm. The same family making \$100,000 a year will see its taxes rise by \$4,500. In addition, the marriage penalty will return, the child tax credit will be cut in half, and the Alternative Minimum Tax will ensnare more than 25 million taxpayers.

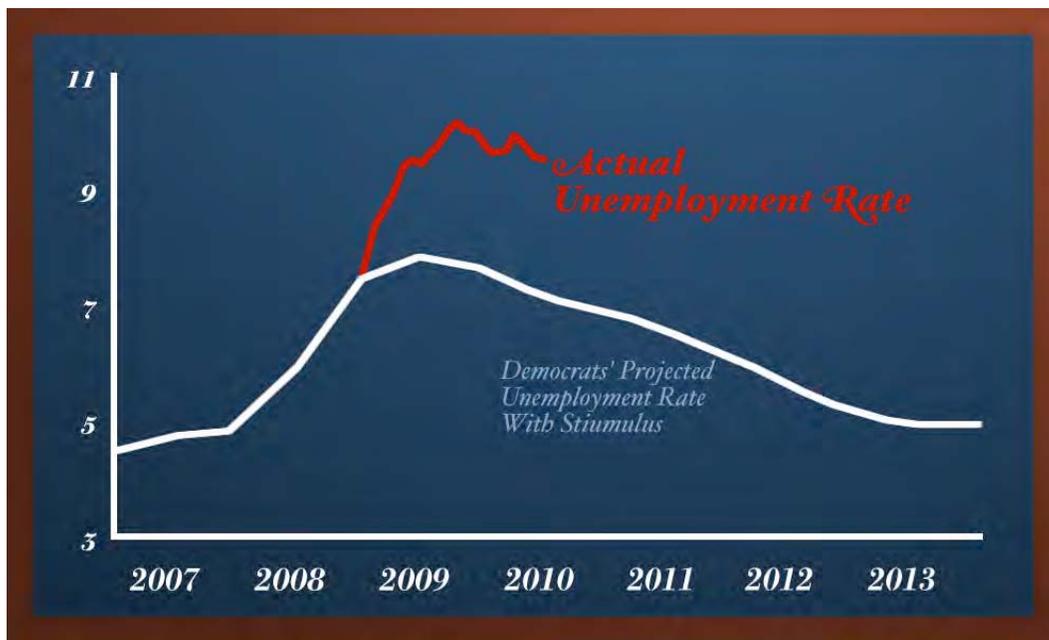
Washington-focused economic policies have failed to put people back to work and have pushed our nation to the brink of a fiscal crisis. The American people know that to boost the economy, spending must be slashed, tax increases must be prevented, and small businesses must have certainty that the rules won't change every few months so they can get back on their feet. The constant threat of new taxes and new regulations prevents investors and entrepreneurs from putting capital at risk. These private sector employers must be given the certainty that if they take a risk to

expand their company or hire a new employee, Washington won't yank the rug from under their feet.

Permanent bailouts, government takeovers, threats of tax increases and "stimulus" spending sprees have combined to create uncertainty for private investment in our economy and keep employers on the sidelines. The longer our government refuses to wake up and abandon its job-killing agenda, the longer it will take to turn things around and get people working again.

WHERE ARE THE JOBS?

Since the trillion-dollar 'stimulus' was signed into law in February 2009, the unemployment rate has climbed and is stuck near 10 percent. Despite the 'stimulus' and Democrats' promises the unemployment rate would remain below eight percent, the unemployment rate climbed from 7.7 percent in January 2009 to 9.5 percent in August 2010.



Source: January 2009 [Romer/Bernstein Report](#) and [U.S. Department of Labor data](#).

OUR PLAN TO END THE UNCERTAINTY AND CREATE INCENTIVES FOR JOB GROWTH

If we've learned anything during the recession, it's that we cannot tax and spend our way to prosperity. The best way to get people working again is to rein in the growth of government and end the uncertainty facing small businesses. By addressing both issues, our plan revives free enterprise and moves America away from a debt-driven economy.

Permanently Stop All Job-Killing Tax Hikes

We will help the economy by permanently stopping all tax increases, currently scheduled to take effect January 1, 2011. That means protecting middle-class families, seniors worried about their retirement, and the entrepreneurs and family-owned small businesses on which we depend to create jobs in America.

Give Small Businesses a Tax Deduction

We will allow small business owners to take a tax deduction equal to 20 percent of their business income. This will provide entrepreneurs with a much-needed infusion of capital for investment and new hiring.

Rein in the Red Tape Factory in Washington, DC

Excessive federal regulation is a de facto tax on employers and consumers that stifles job creation, hampers innovation and postpones investment in the economy. When the game is always changing, small businesses cannot properly plan for the future. To provide stability, we will require congressional approval of any new federal regulation that has an annual cost to our economy of \$100 million or more. This is the threshold at which the government deems a regulation "economically significant." If a regulation is so "significant" and costly that it may harm job creation, Congress should vote on it first.

Repeal Job-Killing Small Business Mandates

One of the most controversial mandates of the Democrats' government takeover of health care requires small businesses to report to the Internal Revenue Service any purchases that run more than \$600. This 1099 reporting mandate is so overbearing that the IRS ombudsman has determined that the agency is ill-equipped to handle all the resulting paperwork. We will repeal this job-killing small business mandate.