

Public Logic: The 20/30 Tax Plan

**Impact Report** 

## **Impact on Workers**

## 1. Higher Take-Home Pay

No more payroll tax deductions. Workers keep more of every dollar earned—especially those under \$100K/year.

# 2. Transparent Tax Burden

Two simple rules: 20% flat tax on income, 5% surtax only on income above \$250K. No guessing. No loopholes.

# 3. Equity Through Simplicity

The first \$25K is tax-free. No paperwork, no games—just dignity and fairness built in.

### 4. No Filing Headaches

Forget the forms. With a flat rate and no deductions, your tax form becomes a line item. Your accountant can finally rest.

## 5. Performance-Paid Bonuses

When companies choose to reinvest, every employee receives an equal cut of the 75% reinvestment pool. From janitor to CFO.

### 6. Earned Wealth Gets Taxed

You can still earn millions. But now you pay your share. No offshore hiding. No tricks. Just contribution.

## 7. Confidence in the System

Workers no longer feel rigged out of fairness. The rules are the same for all. And they're finally visible.

## **☑** Impact on Business Owners

# 1. No Payroll Taxes

A direct 7.65% cost savings per employee. More margin for growth, hiring, and reinvestment.

# 2. Simple Corporate Rate: 30%

No deduction minefields. Just a flat 30% on net profit. With a built-in way to lower it.

#### 3. Reinvestment Discount: 20%

Distribute 10% of profit using the 75/25 rule, and your effective corporate tax rate drops to 20%.

# 4. Flat Internal Distribution = High Morale

Companies that share gains internally foster trust, retention, and productivity—without mandates or micromanagement.

## 5. No BS Accounting

Direct cost of business stays deductible. But shell games, self-dealing, and asset-hiding get taxed like profit.

## 6. Solo Owners, Fair Rules

Own your business solo? You still follow the same rules: reinvestment can lower your rate—but you can't cheat the system.

#### 7. Profit Is Still Yours

Grow as big as you want. Keep what you earn. Just know: if you keep it all, you pay for the privilege.

# **S** Impact on the Economy

#### 1. \$4.9T in Federal Revenue Achieved

20% flat individual tax, 30% corporate (with 20% reinvestment path), and a 5% surtax over \$250K—all combine to meet funding needs.

## 2. Payroll Tax Elimination = Economic Stimulus

Instant boost to wages and employer flexibility, putting money back into circulation.

# 3. Reduced Tax Evasion

With no loopholes and simpler enforcement, there's less incentive and fewer places to hide.

#### 4. Middle Class Thrives

Lower tax burdens on modest earners increase savings, purchasing power, and financial stability.

#### 5. Corporate Responsibility Becomes Strategy

Tax strategy now encourages real reinvestment, not creative accounting.

### 6. Increased Consumer Confidence

A transparent, fair tax system fuels belief in the broader economic game. Fairness is good for growth.

## 7. Greed Still Pays... the Bills

Even selfish behavior helps the system: if you don't share profits, you still fund bridges. Either way, the public wins.

## Impact on Government

# 1. Full Revenue Parity

The 20/30 Plan, with the surtax and no payroll tax, still matches today's \$4.9T federal revenue baseline.

# 2. Streamlined IRS

Fewer forms, fewer audits, easier oversight. The agency becomes an enforcement tool—not a maze.

## 3. No Need for Entitlement Cuts

Social Security and Medicare remain funded at current levels, even without dedicated payroll taxes.

# 4. Public Buy-In Improves Compliance

A simple, fair system is harder to cheat—and easier to support.

## 5. Less Political Ammo

When no one has loopholes to defend, tax debates shrink. Focus shifts to spending priorities.

#### 6. Incentive-Driven Revenue

The system collects more when companies refuse to reinvest. That's a feature, not a flaw.

# 7. True Tax Transparency

Budget discussions are grounded in reality. Voters can see exactly what the system earns—and why.

Together, the 20/30 Plan doesn't just fund the future. It resets the contract between people, profit, and government.