

NORTH CAROLINA FACING THE FISCAL CLIFF



Inflation is a heavy burden on the average North Carolina family.

IT COSTS **\$1,017/MO**, OR **\$25,953** SINCE JAN 2021*

- ✓ For years, reckless spending has driven up the debt burden and is responsible for inflation.
- ✓ North Carolina can't afford to have their tax cuts expire.
- ✓ TCJA fixed major flaws in the tax code and has been an important driver of economic growth.

*This number represents the cumulative monthly inflation totals from January 2021 to July 2024 (jec.senate.gov)



Unfortunately, key provisions of TCJA will expire next year.

THIS WILL CAUSE THE AVERAGE NORTH CAROLINA FAMILY'S FEDERAL BILL TO RISE BY **\$2,265**. INCOME TAX RATE HIKES WILL ACCOUNT FOR **\$1,337** OF THIS INCREASE.

- ✓ TCJA expiration will also raise taxes on businesses and slow the economy.
- ✓ There are **62,136 traditional C-corporations** and **171,336 pass-through entities** in North Carolina. These businesses **employ 1,863,871 and 1,696,450 North Carolina** residents respectively.

24,223
JOBS LOST

The expiration of economically important, pro-growth provisions will slow the economy and **cost North Carolina 24,223 jobs.**

\$967
TAX INCREASE

TCJA expiration will increase the average **North Carolina business's taxes by \$967.**

(Tax data sourced from TaxFoundation.org)

KEY TAKEAWAYS

1 PROTECT TAX CUTS

Ensure the Tax Cuts and Jobs Act provisions are made permanent to avoid tax hikes and job losses.

2 STOP WASTEFUL SPENDING

Allow Affordable Care Act “enhancements” to expire, saving North Carolina families \$550 annually.



LET'S TALK

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Wasteful health care spending is costing every North Carolina family.

IT COSTS EVERY NORTH CAROLINA FAMILY OVER **\$550/YEAR**.

- ✓ **\$360** for wasteful “enhanced” ACA subsidies.
- ✓ **\$190** for enrollment fraud and subsidizing health insurance for individuals who earn over \$60,000 annually (*paragoninstitute.org*).

OVER THE NEXT 10 YEARS, THE “ENHANCEMENTS”:

- ✓ **Will cost U.S. taxpayers \$383 billion** (about \$3,600 per family).
- ✓ Will cost North Carolina taxpayers **\$12.3 billion**.



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