



FROM: RSC Staff

TO: RSC Members

SUBJECT: Messaging Memo on President Biden's Reckless Debt Limit Tax Proposals

House Republicans offered the Limit, Save, Grow Act to reduce runaway government spending, lower the pain of inflation, and provide affordable energy for all Americans in conjunction with raising the debt limit.

By contrast President Biden has [proposed raising taxes by roughly \\$3 trillion](#). Biden's proposals include [giveaways](#) to Green New Deal special interests, massive tax hikes, and government price controls.

Raising the Cost of Energy

- Biden is proposing to continue his war on American energy with a new \$31 billion tax hike on American energy producers.
- This comes at a time when oil prices are more than [38 percent higher](#) than when Biden entered office.
- Higher taxes on American energy producers not only means higher gas prices, it also worsens the impact of [inflation](#) across the economy.

Sending Jobs to China

- Biden is proposing to raise taxes on corporations (from 21 percent to 28 percent), which would serve as a gift to China and the CCP.
- This proposal would result in a \$1.33 trillion tax hike on American businesses and [kill](#) more than 129,000 jobs while reducing wages for hard-working Americans by 0.6 percent.
- If we are taxing our companies at 28 percent, they'll be incentivized to take their business to China who taxes their companies at 25 percent.

Killing Small Businesses

- Biden is proposing to raise the top tax rate on small businesses from 37 percent to 39.6 percent.
- This would amount to a \$230 billion tax on small businesses that will [kill 43,000 jobs](#) and reduce wages for American workers.

New Taxes on American Farmers

- Biden is proposing an additional \$20 billion in taxes on investment heavily utilized by American farmers.
- This policy would present farmers with the "[choice](#)" of deeper debt or going out of business.
- At a time of record inflation and [rapid increases in the price of food](#), the last thing Washington should be doing is raising taxes on American farmers.

Preventing Life Saving Research

- Biden is proposing \$200 billion in new price controls on prescription drugs.
- Biden's proposal to double down on price controls will lead to [135 fewer life-saving drugs](#) and reduce life years in the U.S. by 331.5 million.
- [24 companies](#) have already announced plans to limit the development of life-saving drugs since the enactment of the Inflation Reduction Act's price controls, [including drugs dedicated to fighting cancer](#).