

True Dimensions of Trump's \$4-5 Trillion Tax Cuts

By [Dr. Jack Rasmus](#)

Global Research, November 01, 2018

[Jack Rasmus](#) 31 October 2018

Region: [USA](#)

Theme: [Global Economy](#), [Poverty & Social Inequality](#)

With Trump and Congress promising to deliver another \$1T in tax cuts before year end 2018, with the US Budget Deficit and Debt projected already to exceed \$1T a year, annually, for the next decade (\$32T US debt by 2028), and with the interest on the debt forecast by the Congressional Budget Office to reach \$900 billion a year by 2028-the true dimensions of Trump's 2018 tax cuts for multinational corporations, businesses, investors, and the wealthiest 1% households requires detailed understanding.

In 2019 Trump-McConnell will next try to pay for it by cutting social security, medicare, education and other programs, while the Fed will keep raising interest rates (precipitating the next recession) to try to pay for the \$1T deficit in the interim.

The mainstream media keeps repeating the Trump 2018 Tax cuts amount to only \$1.5 trillion. But that's not the actual tax cuts. That's the official projected impact on the budget deficit.

But even that official projection is grossly underestimated, since it assumes a GDP annual growth rate of 3.5% plus for every one of the next ten years with no recession in between.

Moreover, the \$4T-\$5T tax cuts for the rich and their businesses includes offsetting tax hikes on the middle class of \$2 trillion over the next decade-eliminating exemptions, deductions, plus other hikes on middle class households. The \$2T in middle class hikes begin in earnest in 2019 and accelerate after 2024-while the business/investor tax cuts grow larger over the decade.

So the actual dimension of the Trump 2018 tax cuts for investors and businesses is \$4T-\$5T, not \$1.5T (i.e. \$4-\$5T minus the \$2T tax hikes on middle class plus the phony growth assumptions of 3.5% GDP with no recession).

Mainstream media may be engaging in 'fake news' but Trump media and politicians are engaging in 'bald-faced lying'. A plague on both their misrepresenting reality houses!

*

Note to readers: please click the share buttons above. Forward this article to your email lists. Crosspost on your blog site, internet forums. etc.

Jack Rasmus is author of the forthcoming book, 'The Scourge of Neoliberalism: US Policy from Reagan to Trump', Clarity Press, as well as 'Central Bankers at the End of Their Ropes', Clarity Press, August 2017. He blogs at jackrasmus.com and tweets at @drjackrasmus. His website is: <http://kykloproductions.com>. He is a frequent contributor to Global Research.

Featured image is from The Libertarian Republic.

The original source of this article is [Jack Rasmus](#)
Copyright © [Dr. Jack Rasmus](#), [Jack Rasmus](#), 2018

[Comment on Global Research Articles on our Facebook page](#)

[Become a Member of Global Research](#)

Articles by: [Dr. Jack Rasmus](#)

Disclaimer: The contents of this article are of sole responsibility of the author(s). The Centre for Research on Globalization will not be responsible for any inaccurate or incorrect statement in this article. The Centre of Research on Globalization grants permission to cross-post Global Research articles on community internet sites as long the source and copyright are acknowledged together with a hyperlink to the original Global Research article. For publication of Global Research articles in print or other forms including commercial internet sites, contact: publications@globalresearch.ca
www.globalresearch.ca contains copyrighted material the use of which has not always been specifically authorized by the copyright owner. We are making such material available to our readers under the provisions of "fair use" in an effort to advance a better understanding of political, economic and social issues. The material on this site is distributed without profit to those who have expressed a prior interest in receiving it for research and educational purposes. If you wish to use copyrighted material for purposes other than "fair use" you must request permission from the copyright owner.

For media inquiries: publications@globalresearch.ca