



EPIC Option Made Simple

EPIC Option Calculations

The consumption tax rate will be under 8%. At the creation of this document, the final calculations have not been completed and the examples below used 7.8%.

- If your current property tax is \$3,000.00 and your income tax is \$1,200.00 annually, you will have an extra \$4,200.00. That would be 350.00 monthly of extra spending money. As you spend that at an 7.8% consumption rate, you will be taxed 27.30. Which means you will have 327.60 worth of goods and services to show for your money and currently you have nothing the state just steals it away from you.
- If your current property tax is \$3,000.00 and your income tax is \$1,200.00, you would need to spend \$53,846.15 on new goods and service to pay \$4,200.00 of taxes at a rate of 7.8% under the EPIC Option.. Under the current tax system, the State just takes the \$4,200.00 and you have no goods or services to show for it.
- If a refrigerator that wholesales for \$1,500.00 and is sold in an appliance store in both Iowa and Nebraska.
 - The stores in each state will add 10% for profit.
 - Iowa will add another percentage to hide property taxes, income taxes and business input taxes; for this example we will only increase by 10%. Then Iowa will charge another 7% in sales tax. The final price paid in Iowa is $(\$1,500.00 + \$150.00 + \$150.00 = \$1,800.00) \times 7\% = \$1,926.00$.
 - Nebraska will not add an extra percentage to hide property taxes, income taxes and business inputs because there are none under the EPIC Tax. Nebraska will only charge the 7.8% consumption tax and the 10% for their profit. $(\$1,500.00 + \$150.00 = \$1,650.00) \times 7.8\% = \$1,778.70$.
 - That makes the refrigerator \$147.30 cheaper in Nebraska than it is in Iowa.
 - The same thing will happen with groceries, clothes, new cars, and restaurants; now imagine the amount of savings this will be for a family. Definitely worth a drive to Nebraska.