

In Search of Conservative Principles Wednesday ,January 28, 2008

A Proposal for Economic Stimulus

Prepared for

Citizens of the United States of America

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A proposal to make the USA a long-term favored environment for investments, heavy and light industries, innovation and invention.

Dubai star of Enterprise Zones



To date, I have seen no suggestions on the table that have the remotest possibility of building wealth in this country. Spending with a purpose shouldn't be that hard. I believe this proposal, based on an existing Model in Dubai has some merit. The immediate jobs will come from building the infrastructures, long term in attracting investments back to this country.

2000 companies invest in Dubai



Project Objectives

Overall objectives are to build Enterprise zones with Federal grants, private investments, domestic and foreign. This will be encouraged by tax relief and low cost loans and modern infrastructures. An enterprise zone will be focused on one or two market segments or manufacturing types. These zones will become focal points for trained employees, experienced managers, scientific development and exchange of information and experience.

Some Federal or state funds may be used for these projects; mostly in start-up infrastructure investments. Overall, projects are financed by private investments. The incentives are low cost guaranteed loans and tax relief.

Dubai creates new worlds



Viability

This program represents a viable opportunity to attract investment. For most companies a 35% increase in after tax margins presents an opportunity to increase profitability and compete competitively. Having an Enterprise staff dedicated to streamline dealing with federal and state agencies is a decided advantage for foreign corporations, and provides possibility for some smaller foreign corporations to invest in USA.

Create Power



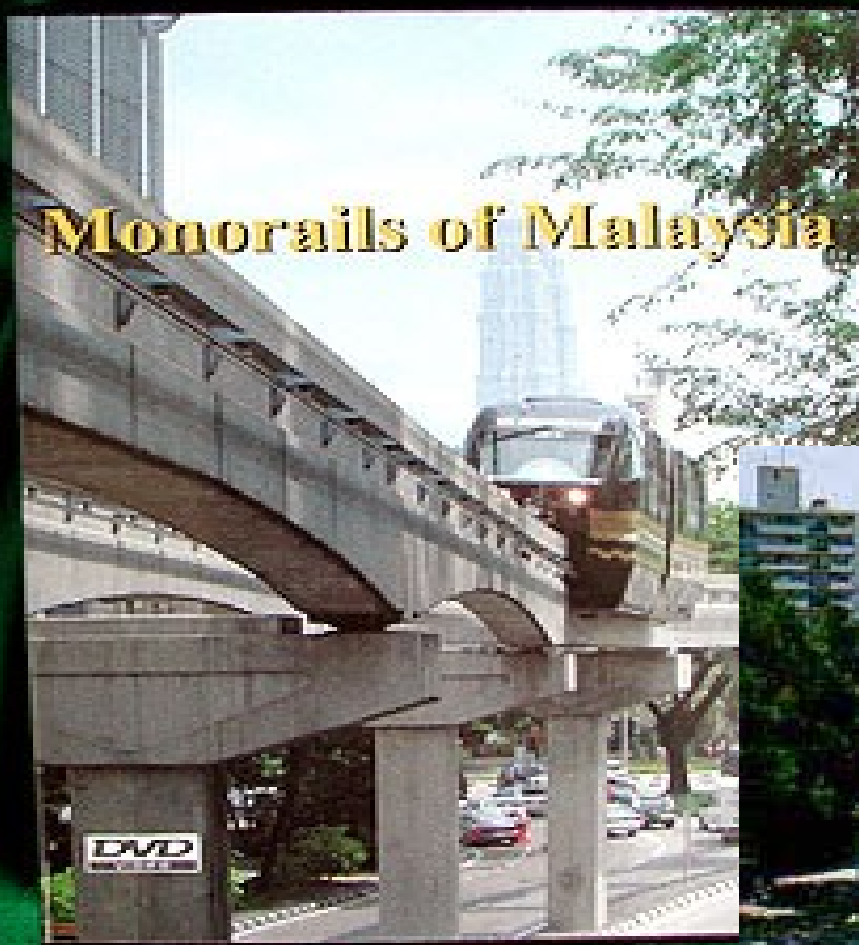
Create Enterprise Zones

States provide land plan and submit application

Land acquisition plan can be in outlying areas with high speed Transportation corridors.

Federal Government will assist in low cost financing of transportation, land acquisition and other infrastructure, or inner city reclamation projects controlled to avoid speculation, one way is to freeze to current tax role assessments and multipliers.

Transportation



Normal per ride fees for transportation will repay transportation loans and manage public transportation.

There will be car free zones with shuttle transportation to any site. Car parking will be available at transportation corridor.

Travel times will be controlled to be one hour or less from viable residential areas.

Personal Transportation



Plan needs to include a clean energy plan that will produce 200% of the energy needed for enterprise zone.

Land will be sold to or acquired by an investment development group which will continue to manage enterprise zone and supply Enterprise Zone Management and Staff

Power



Rental, purchase and lease of enterprise zone facilities will be price controlled for 10 years.

For the first 10 years cost for a corporation to build in an enterprise zone will be negotiated with a regional committee participating so a reasonable, non-inflated contract is negotiated. The Enterprise Developer will have first right of refusal for construction contracts.

Factories

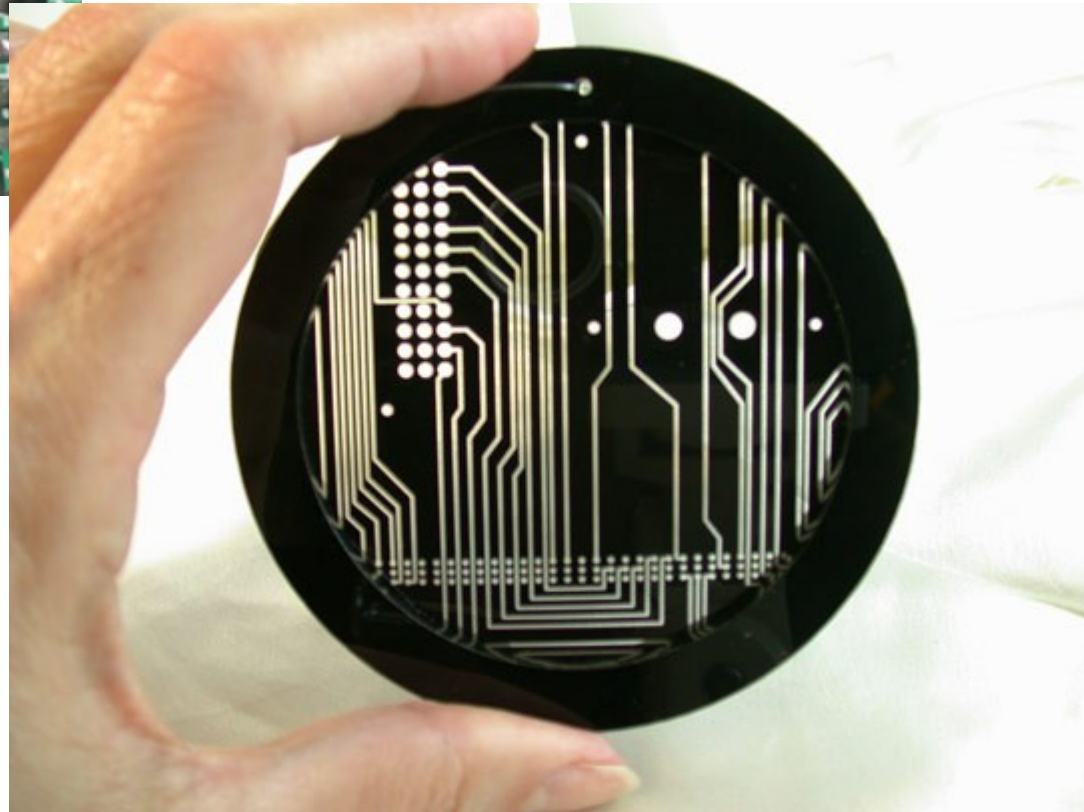
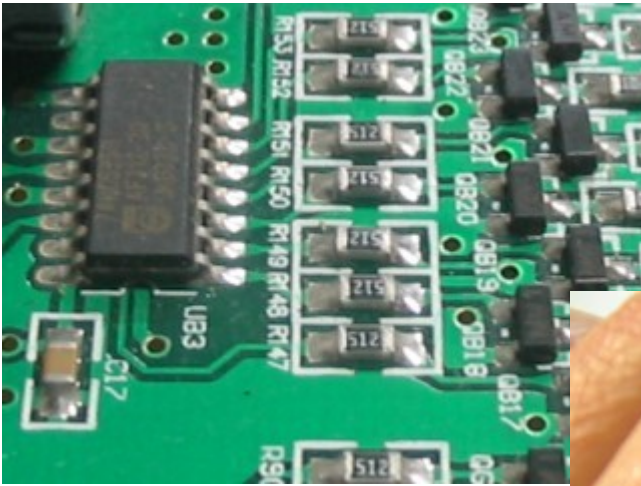


Zones specialize in markets and industries as submitted in state proposals.

Examples:

- Jewelry
- Textiles
- Furniture
- Electronics
- Appliances
- Bio-tech
- Toys
- Information Technologies
- Security Technologies
- Agriculture Science
- Alternate Energy Fuel Cell, Batteries,
Wind, Hydrogen, Hydro-electrical,
 Automotive

Innovation



Enterprise Zone Management and Staff

- Includes state representative hired by state with Federal approval
 - Corporations pay a management fee
 - Management co-ordinates training, management of common infrastructure.
- Facilitate compliance to Federal laws, State laws, and import and export regulations.
- Planning and expansion board with corporate participation.



Investment



Tax incentives for investment

- 100% Corporate Income tax relief for 25 years.
- 100% Corporate Import tax and regulation relief for 25 years
- 100% Corporate Export tax and regulation relief or 25 years
- 100% Corporate real and personal property tax relief for 10 years.



Infrastructure Creation and support

- Nuclear Power Plant / energy
 - Transportation corridor
- Airport accessibility by proximity or transportation corridor
 - Temporary and permanent Residential areas
- Temporary furnished apartments or Motel/Hotel facilities for transitional relocated workers while they are trained.
- Residential areas for varying income for employees/staff of enterprise zone, with advantageous financing.
- Education centers, built by enterprise developer.



State Support

- o Low cost loans for state infrastructure.
- o Reimbursement of real-property taxes to state from federal government for 10 years.
- o No state reimbursement of corporate income taxes.
- o State benefits from state sales and individual income taxes from increased jobs.
- o No state or federal government inventory or non-real property taxes.

Create New Worlds



Financing

- o Low Cost loans
- o Private investment
- o Foreign investments

Trade



Employees

- Relocation expenses
 - Relocation
- Education / training

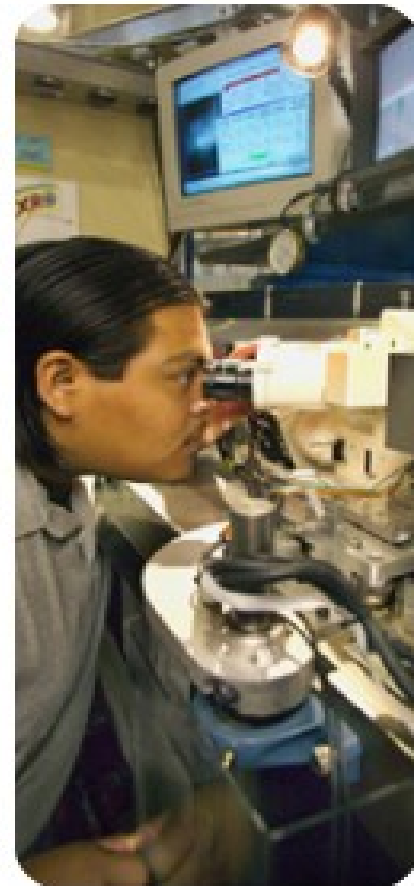
Import / Export



Employees

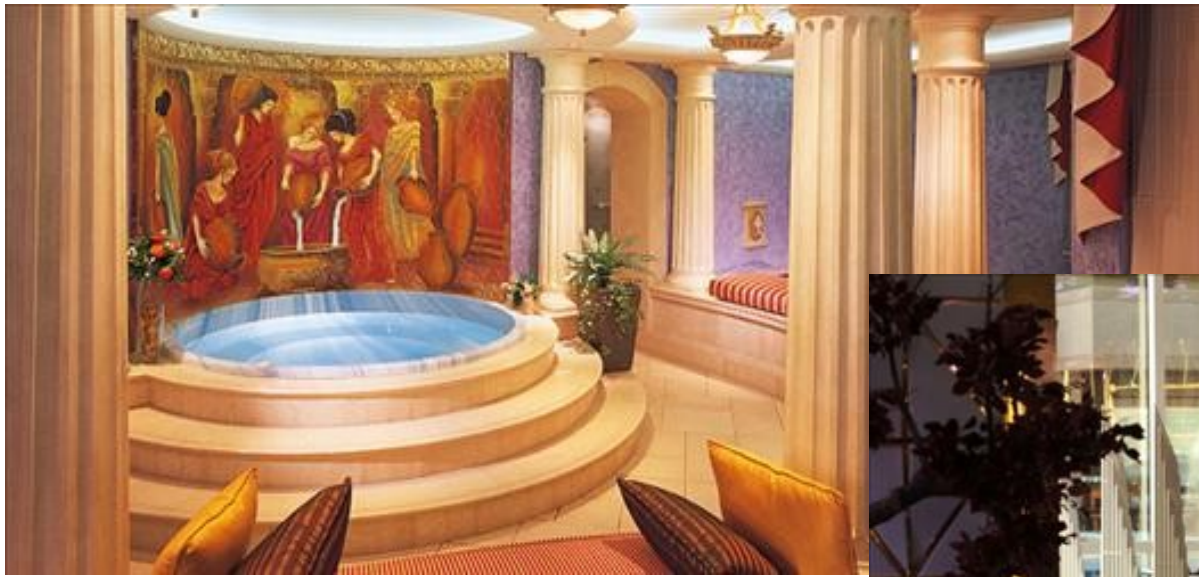
- o Relocation expenses
 - o Relocation
 - o Education / training
- o A training facility will be built coordinated with the enterprise objectives. Financed by federal funding.
- o Corporations will share in training expenses with federal government.
- o Corporations will submit training guidelines to enterprise zone management.

People / Jobs



Corporations

- o All domestic and foreign corporations qualify.
- o Only new investments will qualify, transferring existing operations from state to state will be supported to the extent that they represent real growth.
- o Low cost financing up to 80% of the gross value of project.



Business