

Problems with the federal tax code

The root cause is the 16th Amendment that enables “direct taxation” and with it the income tax, regressive payroll taxes, tax withholding and the I.R.S. Before the 16th Amendment the U.S. Constitution protected us from “direct taxation”.

With the 16th Amendment the government and politicians gain huge taxing power and the individual loses civil rights, freedom and liberty. The 16th Amendment needs to be repealed.

Current Tax code problems and bad practices

- I.R.S. agent is an unelected official with the power to be judge and jury
- Individual is directly taxed on the production of their time, labor, skills and creativity with income tax and payroll taxes
- Taxes drive out and discourage entry of jobs and companies for the economy
- Taxing business and jobs are deceptive tax practices that increase prices
- Politicians, lobbyists and crony capitalists use taxing power for their advantage
- Costs to file and comply are over \$450 billion per year
- Tax evasion is \$700 billion per year problem and growing
- \$2 trillion underground economy is untaxed.
- Divides us into classes to segregate and conquer.
- Used for political gain, power, advantage and control.
- Punishes wealth creation and higher standard of living for all.
- “Direct taxation” undermines the American Dream.
- Today we are financial slaves to government.
- Supports socialism and undermines capitalism.

See other side for solutions to these problems with the FAIRtax

A fair tax system to "Take back control"

The FAIRtax Act of 2021, bill HR 25 now in Congress, is a progressive national sales/consumption tax system on all new goods and services with a monthly tax refund, called Prebate as replacement for the standard tax deduction. The FAIRtax replacement tax reform collects the same total revenues as the existing income/payroll tax system while moving the tax base from production to consumption. **The FAIRtax eliminates the income tax, payroll taxes (SS and Medicare funded), capital gains, estate tax, tax withholding and the I.R.S. The 16th Amendment (direct taxation) is repealed with companion legislation.**

The Prebate is a monthly refund of \$260.47 per adult (limit 2 per family) and \$90.47 per dependent to untax a family for their spending up to the poverty level. Impoverished Americans are the most helped with the Prebate.

Simple - No I.R.S., no complex tax code, no annual filing.

Fair - Prebate treats all the same, no other loopholes/exceptions

Visible - Tax paid shown on sales receipt. No "hidden taxes" in prices.

Individual Control - Taxed only when you spend so you control with your spending how much, when and what effective tax rate you pay.

Taxed on services and new goods purchases only, Used items not taxed.

Not created by politicians and lobbyists- Patriotic citizens used \$22 million of private funds for research, study and focus groups.

Keep What You Earn - No federal tax withholding. Income, savings and investment are tax free. See your pay stub, add withholding and prebate to get your net pay. Retake lost civil rights, freedom and liberty.

Learn more , scan the code below with your phone's camera

