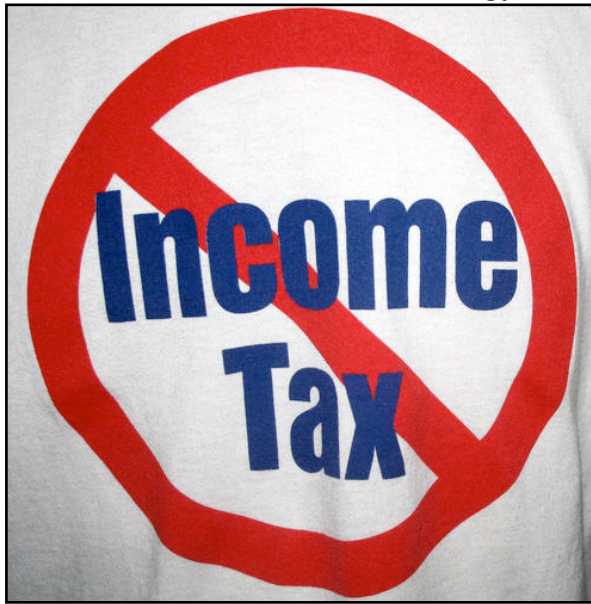


# NEWSLETTER

## Life Can Be Better Without Income Tax

*Give A tax break that means something for us all*



### IT'S ALL RED INK

**If** you have not thought about it, the tax system is old and antiquated. It causes us to give more and more and we get less and less. It places the largest burden for running the country on a percentage of people who work. The tax system is like a cancer that continues to spread. Nothing seems to satisfy it or the agency entrusted with collecting the tax.

**There** is a better way that spreads the burden of funding this great country without

continually asking more of the ones who can least afford it.

**The** problem is that all the different factions are proposing the same thing— tax cuts. What we need is more to feed our families, buy gas, pay for a place to live, acquire health insurance. The administration promised change, the Republicans say they hear and the Tea Party wants to reduce taxes, but nothing I hear offers us relief. We need help, we really need a change. We need to stop the income tax. It feels like a punishment!

### US Tax History

**The** nation had few taxes in its early history. From 1791 to 1802, the United States government was supported by internal taxes on distilled spirits, carriages, refined sugar, tobacco and snuff, property sold at auction, corporate bonds, and slaves. The high cost of the War of 1812 brought about the nation's first sales taxes on gold, silverware, jewelry, and watches. In 1817, however, Congress did away with all internal taxes, relying on tariffs on imported goods to provide sufficient funds for running the government.



**Included** is a brief history demonstrating that the income tax is old and outdated. Look at this brief history and I will explain to you a system that can remove income tax, stop the feared April 15th and give us a way to pay the country's bill, balance the budget and give us more money to spend.

# US TAX HISTORY



***Tax Burden Is Too Heavy For  
The Average Taxpayer***



***Deadlines: No More  
April 15th Stress!***

**In** 1862, in order to support the Civil War effort, Congress enacted the nation's first income tax law. It was a forerunner of our modern income tax in that it was based on the principles of graduated, or progressive, taxation and of withholding income at the source.

**The** Act of 1862 established the office of Commissioner of Internal Revenue.

**In** the latter year, the U.S. Supreme Court decided that the income tax was unconstitutional because it was not apportioned among the states in conformity with the Constitution.

**In** 1913, the 16th Amendment to the Constitution made the income tax a permanent fixture in the U.S. tax system.

**On** Oct. 22, 1986, President Reagan signed into law the Tax Reform Act of 1986, one of the

most far-reaching reforms of the United States tax system since the adoption of the income tax. The top tax rate on individual income was lowered from 50% to 28%, the lowest it had been since 1916.

**President** George W. Bush signed a series of tax cuts into law. The largest was the Economic Growth and Tax Relief Reconciliation Act of 2001.

**The** Bush tax cut created a new lowest rate, 10% for the first several thousand dollars earned. It also established a slow schedule of incremental tax cuts that would eventually double the child tax credit from \$500 to \$1,000, adjust brackets so that middle-income couples owed the same tax as comparable singles, cut the top four tax rates (28% to 25%; 31% to 28%; 36% to 33%; and 39.6% to 35%).

## THE TAX SOLUTION (A SIMPLE SOLUTION)

**Now**, that was a brief history of income tax in this country. Did you see that the tax rate which now can take a third of your income had for some taken fifty percent? Now that's crazy.

**Why** can't we change this system? Why can't we hear and see something different? Who voted for this? No one. We can do much better by spreading the cost of running this country to everyone and not just a percentage.

**How** does no income tax sound? How would you like to bring home all of your income? Think about it! You make \$50,000; you take home \$50,000. This is what I am proposing.

**Here** is my proposal to change the way we fund our government, but remember, we cannot vote on this. It is imposed on us.

**If** the tax structure is changed to taxing on the spot for what you purchase with a cap on the taxes and government spending, everyone would win. This taxing system would be spread across the entire land. Everyone takes part--the rich, the working class, the illegals, people on vacation visiting the country-- all will pay. This is spreading the burden, utilizing a fair and equal process.

## A New Tax Structure

**Create** a tax structure based on national sales. That tax would be equal for everyone. It makes it a fair tax across the spectrum. Everyone's tax would be based on their ability to spend and not on income. It allows the citizens to control their taxes thru controlled spending. Nothing else changes. It saves Social Security. It helps Medicare. It gives everyone, no matter their financial standing, a tax break. Tax code would be in one book. You exclude housing, medicine, medical care and food.

**It** funds everything that is being taxed right now, federal government, Social Security and Medicare and it should give us a surplus to take down the national debt. Tax burden is spread across the entire country. Anybody coming into the country helps to fund the country. No one gets a free ride. It takes away the argument of illegal aliens not

paying their way and it takes away large companies going overseas to avoid paying their taxes. They cannot hide from their taxes anymore. It increases the spending power of just about everyone. Taxes are collected daily because you pay as you spend. It jumpstarts the economy immediately.



## It All Adds Up

**If** it starts January 2012 it immediately jumpstarts the economy. Everybody gets a 30% or more increase without getting a raise.

**Based** on a \$1 billion dollar sales day, this a low figure, 15% sales tax amount would be \$150,000,000 a day totaling 54,750,000,000 a year. That is \$54 trillion!, way to much.

**If** this is correct, this means we could eliminate income tax, we could cut the proposed sales tax to five cents on the dollar and create a federal budget with a huge surplus. This is not new, but it is good common sense. This has been simplified, but the principle seems sound.

**Total** Revenue 2008-2010 is \$ 2.7 Trillion (Sent to 110th Congress)

**Current** National Debt \$ 3.107 Trillion

**Sales Tax @ \$.05 = \$18.25 Trillion** (The Math Seems Simple)

**Think** about it! No income tax deductions, no income tax filing, IRS would not have to look over our shoulder and the huge agencies' cost could be saved.

**This** is not an attack on any group or agency, it is a plea for common sense. Surely as this is written, there will be critics of this idea, but do not just criticize, offer something that is better to replace it.



**MORE TO COME AND IF YOU LIKE THE IDEA, PASS IT AROUND!**