

There is over **\$13 trillion** sitting in **offshore bank accounts**, **owned** mostly by corporations. It was **earned** in **foreign countries** and the **proper taxes paid** there. Under today's tax system if they bring it into the U.S.A. they will have to **pay taxes** on it **again**. That's why it is there and not here. Under the **FairTax** they would be **free** to **bring it into** the **country** and **invest** it into **our economy** with no fear of it being taxed away as income.

Under the **FairTax** we will go **from 160 million income tax payers** to **350 million sales tax payers** including the **criminal underground economy** and the **50 million tourist** that visit this county each year.

This **simple** description is all it takes to tell you how it works, because the FairTax is **simple** as well as **transparent** and **fair** to all Americans.

Go to [fairtax.org](http://fairtax.org) or read the books The FairTax. You can also read the actual legislation online HR25 in the House and S296 in the Senate.

## Resources

<http://www.fairtax.org>

<http://www.fairtaxnation.com/>

<http://www.facebook.com/pages/Houston-TX/FairTaxorg/20474183451?ref=ts>

<http://www.myspace.com/fairtax>

<http://groups.yahoo.com/search?query=fairtax>

## Under the FairTax:

Social Security and Medicare are funded 100% forever

Interest rates at banks will be lower

Jobs will come back to the U.S.A.

Poor man pays zero taxes

Trillions freed up to invest in the U.S. economy

No more penalties for working extra

Never file another income tax return

Everyone earns money tax free, leveling the playing field

Home foreclosures will drastically decrease, due to income increase of citizens

Allows businesses to make a profit with less money invested making U.S.A. **the place** to do business.

No more hidden taxes, which hurt the working man and the poor man.

A **permanent economic stimulus** (cost \$0)

We are **still going** to be **paying** our **taxes**, but it will be **when we spend** our money, which we will have some **choice** in the matter.

The **playing field** will be **level**, everyone **EARNs taxfree**.

The **influx** of **cash** to the **taxpayers** will be **hundreds of times more** than any **economic stimulus ever devised** by **Congress**.

**Jobs** will **immediately grow** by **businesses moving** to the **USA**, and **trillions** of **dollars freed up** to **invest** in our **economy**.



## The FairTax

Do **you think** it is **fair**?

That jobs are moving out of the U.S.A

That when you work overtime the IRS gets more than you.

That the criminals make money tax free, and you pay taxes on what you earn.

That foreigners come here and make money tax free by claiming 10 dependents, that they never have to prove exist, and you pay taxes on what you earn.

That we have paid Social Security and Medicare taxes all of our lives and now our government says they are both going bankrupt and we may not be able to draw any of it out.

That the super rich rarely pay anything into the Social Security and Medicare fund.

That Social Security and Medicare taxes are only collected on the 1st \$100,000/year, above that no Social Security and Medicare is collected.

That you work all of your life and when you die, the government comes along and grabs another big chunk of what you have accumulated and already paid taxes on.

That when we purchase food, clothes or any item, we are paying all the corporate taxes of all the businesses that had anything to do with the making of the product and at the same time we are paying our income taxes again because they are also embedded in the price.

The **FairTax fixes all of these issues**

Most of us never even thought about it, but a **business cannot pay** taxes without passing them on down the line **to the consumer**. Taxes are merely just another cost to a business. **Only people pay taxes**.

On average (according to government experts) **22 % of the price** of all **goods** and services are **embedded taxes**.

100 – 22 = 78 multiply your take home pay times 78%, that's what your **purchasing power** truly is.

**Purchasing Power**

**Before FairTax**

**After FairTax**

Criminals 78%

Criminals 77%

Law Abiding Citizen barely 50%

Citizen 77%

The **FairTax** was **designed** by a team of **accountants** and **economic professors** from our most **prestigious universities**, thru **years** of research and study. It is a dollar for dollar **replacement** of our **income tax system**; it will **raise** the **same** amount of **revenue** as today's system.

The FairTax is **simple, transparent** and **fair** to everyone and will cause an **economic recovery** that **no other** piece of **legislation** could **even come close** to, and the **cost** to the taxpayer is **(\$0)**.

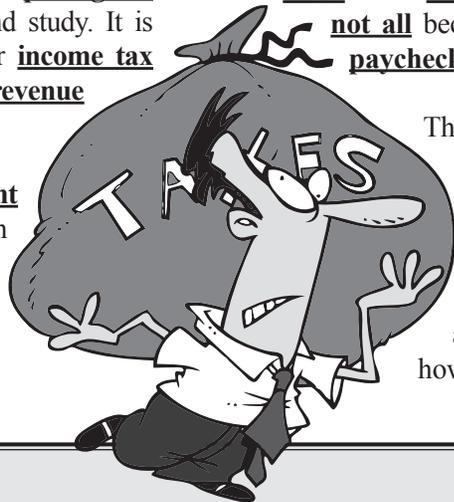
**The FairTax: Explained**

All **income based taxes** will be **abolished** those include:

- Individual income taxes
- Business or corporate taxes
- Capital gains
- Social Security and Medicare taxes
- Estate taxes (death taxes)
- Gift taxes

Look on your paycheck stub: Add up the Federal taxes, Social Security and Medicare taxes and add them to your take home pay; this will be your **new take home pay**.

**Most** of the **22% embedded taxes will go away, not all** because those **extra dollars** in your **paycheck** were a **part of the 22%**.



These **income based taxes** will be **replaced by** a **consumption tax** (or sales tax) of **23 cents** in every **dollar**, on **new goods** and **services only**. The **tax** will be **included** in the **price** on the **shelf** and then your **receipt** will **show** how much of that price was **taxes**.

There will be **NO TAX** on **USED GOODS** whatsoever.

**All taxes** paid to the federal government will be collected at **New Retail** level **only**.

Poor people in **today's income tax system** pay those **22% embedded taxes** every time they make a purchase.

**When** the **FairTax** is enacted they will pay **Zero taxes**.

This is done by a **Prebate check** given to **every citizen** that **pays their taxes** up to the **poverty level**. A **family of 4** will **receive over \$525.00/month**.

There will be **no tax added** to **items** that are to be **exported** to other countries, making U.S. made products more competitive in the world marketplace, and causing more to be sold.

There **will** be a **tax added** to items **imported** from other countries, once again making U.S. products more competitive.

**Princeton University** Economics Department did a **survey** of 500 companies in Europe and Asia. Asked if the **U.S.A. enacted** the **FairTax?** **400** said they would **build their next plant** in the **U.S.A.** **100** said they would **move their entire operation** to the **U.S.A.**