



## Comparison Between the Fair Tax and a Flat Tax

	Fair Tax	Flat Tax
Better than the system we currently have	✓	✓
Is a tax on consumption - encourages working and investment	✓	
Is a tax on income - discourages working and investment		✓
Eliminates all Personal and Corporate Federal Income Taxes including inheritance taxes	✓	
Eliminates Payroll Taxes	✓	?
Eliminates the IRS	✓	
Taxes the 1-2 Trillion dollar shadow economy (drug dealers, prostitution, cash businesses)	✓	
Allows Companies to produce goods TAX FREE in the US	✓	
Eliminates the "repatriation tax" bringing Trillions of off-shore dollars back to the US TAX FREE	✓	?
Captures tax from tourism	✓	
Eliminates lobbyists and tax loop holes	✓	?
Gets the government out of our private lives - NO income tax forms to complete	✓	
Untaxes the poor (through the Family Consumption Allowance - a.k.a. Prebate)	✓	
Is HIGHLY Visible	✓	
Is Easy to collect	✓	
Untaxes U.S. Exports	✓	
Is a stable source of revenue to fund the government.	✓	
Reduces the size of government	✓	