

PRESIDENT'S ADVISORY
PANEL
ON FEDERAL TAX REFORM

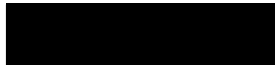
The President's Advisory Panel on Federal Tax Reform

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Individual

Congress has in its taxing power two tax classes, the direct tax or the indirect tax, the US Supreme Court has called these "the two great tax classes." Direct taxes must be "apportioned among the several states which may be included within this Union". [See Article I, Section 2, Clause 3 and Article 1, Section 9, Clause 4.] "All duties, imposts and excises [indirect taxes], shall be uniform throughout the United States". [See Article I, Section 8, Clause 1.] The below are the charges against my paycheck from Yellow Freight Transportation that do not clarify if they are direct or indirect taxes. Let me know if the following taxes are being withheld from my pay as a direct tax or an indirect tax?

FED Withholding 132.70 Fed MED/EE 12.06 Fed OASDI//EE 51.53

Do you see the problem?