

PRESIDENT'S ADVISORY
PANEL
ON FEDERAL TAX REFORM

To:

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The President's Advisory Panel on Federal Tax Reform

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Individuals category

Federal Tax Comments From The Public

President's Tax Panel
Seeks Public Comments

Soliciting comments:

1. People should have the right to live in a home, have health care with a prescription plan and be able to eat without being taxed.
2. The majority of the lower income population doesn't know the loop holes nor have the trust funds that exempts the well -to- do population.
3. We have to hire someone to do our taxes because the tax codes are ridiculously complicated in wording and intent.

4. The consumer tax if used properly can benefit us all equally.

"Consumer tax" was meant to tax the luxuries in life. If the money was not needed to basically clothe, house, feed, medicate, or have complete health care; it would be considered a luxury item.

Implementation could be easy. "Grandfather" all items and issues up to this point and then start taxing the luxury items in the stores.

For the aged who are on a fixed income, exempt them from federal taxes after a certain retirement age. Stores could check their driver's license for picture I.D. and age, Retirement IRA's etc. don't need a special tax as you'd get the money when they spend it on luxuries.

If you are worried that people won't save their money, raise the interest rates for savings accounts. Make it a law that all credit cards are to have 30 days instead of a 25 grace period for payments. I've been around long enough to know that when interest rates on savings accounts and also on credit cards were closer in range, I had more to spend and I had a healthier savings bank.

The Federal Government should be more objective and stop giving in to the "Big Business" special interest groups. Let's get back to the basics of life.

Ex.	Basics not taxed	vs.	Luxury items that can be taxed:
	Coat		Mink coat
	Groceries		Eating out (Restaurants)
	SUV		Jaguar
	House		Hotel (Luxury Resorts)
	Aspirins		Beauty Aids

Can it work? Yes, as there will always be someone who wants the luxury item over the basics of life. With this plan, the poor can survive, the rich could still be envied, the aged reassured that they'll be able to make it on their income and our national economy would be healthier.

The above plan would eliminate the federal tax program. No longer would April 15 be feared and cause headaches. No longer would the poor feel like they were carrying the world while the rich found all the exemptions and cheaper interest rates on their credit cards. (1% vs. 29%)

Transition period:

Until they have a better plan, employers could still take out money for these items

since they are a line item:

- Social Security
- Retirement
- Medicare
- Health Insurance
- Dental
- IRA's
- Annuities
- Savings

Don't try to fix everything at once. Start with the federal tax section. Give the poor and middle class a chance at a good life too. We can all prosper.