

## Australia's future Tax System

I believe Tax and Death are inevitable but our present system needs an overhaul. The Government needs to supply services to its citizens and for this it needs Money.

The present System (GST) is to my mind too complicated and unfair with still other taxes hidden with no accountability.

I believe that The GST has made a big difference and generates funds for the country to progress.

The situation should now be that any Commercial enterprise is now registered and that anyone engaged in money matters has an ABN with regular reporting.

Lets now widen the base and make it more transparent.

My proposal is to abolish all taxes (except for a wealth Tax) to be replaced with a Transaction Tax of 2 percent and called 2TT.

There would be no exceptions to paying this tax. It is small enough to be acceptable but it should be Un-Australian to avoid it and with dire consequences.

Any transfer of ownership of money would attract the tax and even Charities would have to pay which could be refunded. There would be no passing on the tax or credits as with the GST.

If I buy something from my Neighbour or a friend or at a garage sale no tax would be required provided that the seller was not a trader. If he was then he would be required to forward the tax.

My wages would be taxed, my super would be taxed, my investments would be taxed and my dividends or interest would attract 2TT.

The only transfer with no tax is if I put my money into a bank account. A loan would attract tax as would the repayments. My Super Payout on retirement would be taxed as a transfer.

The basis behind the tax is that Money is of no use unless it is spent. It is of no value unless it is doing something. When people have money they will spend it and if it is in short supply they will not.

The Govt should have this money to provide services in the best interests of it's Citizens always with a view to efficiency and value for money.

The remaining other Tax, a Wealth tax, should be applied to ensure the wealthy pay their fair share in supplying the benefits of living in our fair Country. We need these Entrepreneurs and Generators of Wealth but not in the light of obscene Greed we have witnessed recently. Who really needs \$1m plus a year to indulge? There has to be a better way.

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