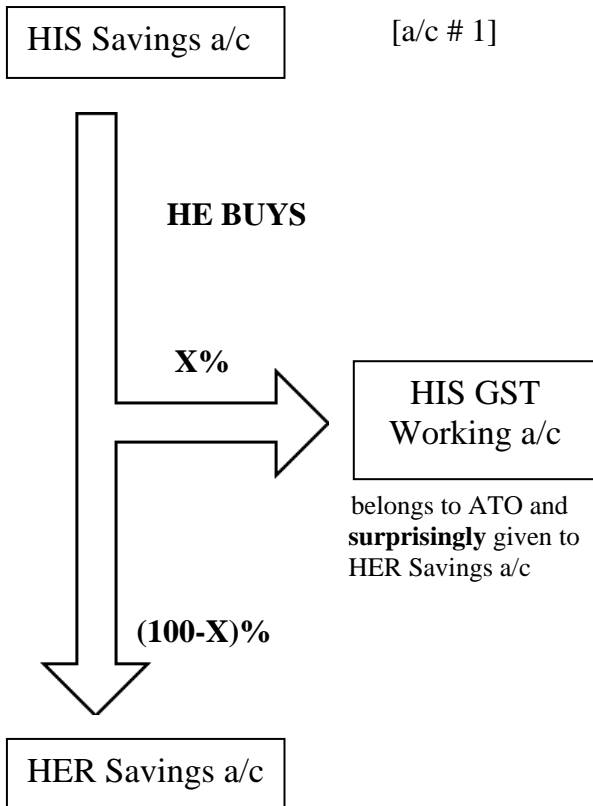
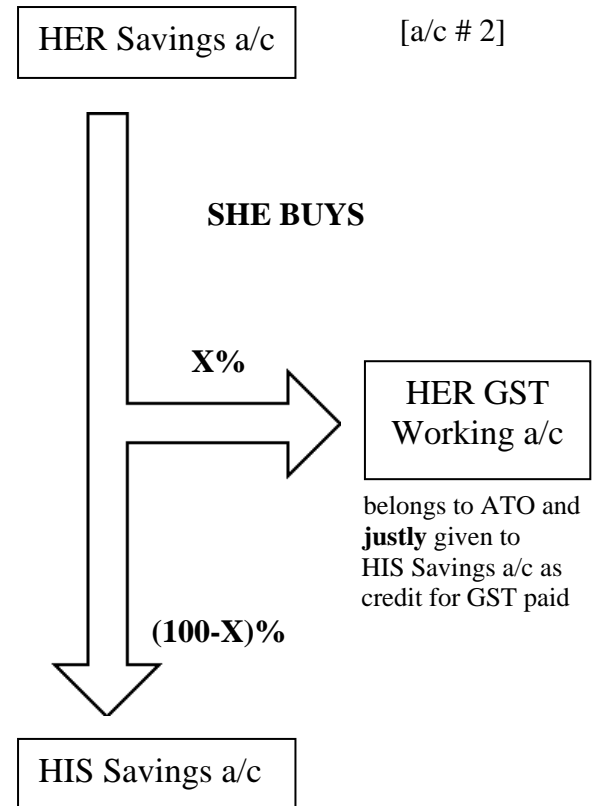


A TAX SYSTEM FOR AN ECONOMY OF 2

HIM BUYING USING BANK OF ATO



HER BUYING USING BANK OF ATO



HE has purchased his survival from HER and now SHE is in a position to purchase what HE has managed to produce.

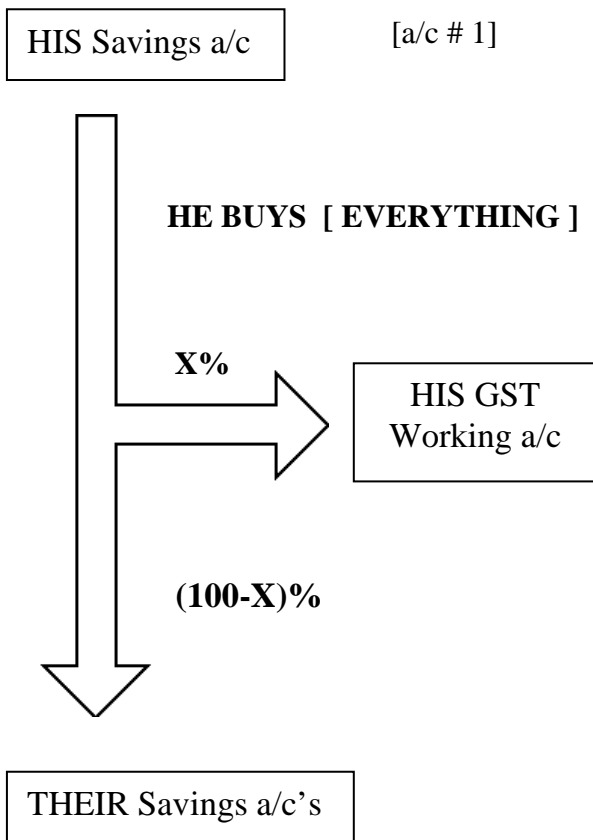
If this economy is to persist the ATO must discriminate in a surprising way between savings a/c's and give the whole of "HIS GST Working a/c" to "HER Savings a/c" (even though it is now probably bigger than HIS) so HE will "FEEL" he has broken even when SHE makes a complete and total purchase from HIM.

When this purchase is complete "HIS Savings a/c" will be back to its original level and the cycle can continue.

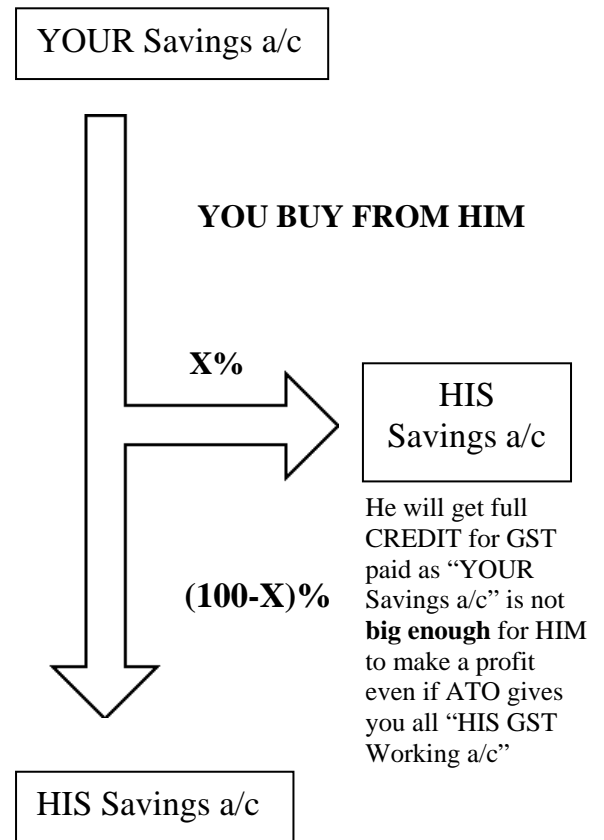
When SHE makes this purchase HE will get "HER GST Working a/c" because HE is getting "CREDIT" for his original purchase's GST paid and the money supply is FIXED. (What was originally in HIS Savings a/c)

A TAX SYSTEM FOR AN ARBITRARY NUMBER OF ENTITY

HIM BUYING USING BANK OF ATO



ANYONE BUYING FROM HIM USING BANK OF ATO



WE must decide what to do with "HIS GST Working a/c".

WE still want our original "**ECONOMY OF 2**" to function

(when SHE made HIM "FEEL" HE has broken even)

so WE REALIZE :-

WE MUST EQUALLY DIVIDE "HIS GST Working a/c" BETWEEN EVERYONE EXCEPT HIM.

HE has set the precedent of "CREDIT" for "GST PAID" so we must keep a constant watch over the SIZE (BALANCE is just a Banker's Bullshit Term) of "HIS GST Working a/c".

This SIZE is just a NUMBER as the real funds are equally divided between EVERYONE ELSE as the funds enter it.

When X% of YOUR purchase from HIM goes to "HIS Savings a/c" we reduce the SIZE of "HIS GST Working a/c" by that amount.

Note :-

When everyone (EXCEPT HIM) has spent their entire savings purchasing HIS goods and services, “HIS Savings a/c” is back to its original level and the cycle can REPEAT as HE now has ALL the funds and can buy EVERYTHING back again.

[This scenario is easier to understand than the real situation of steady buying and selling]

It is really just HIM purchasing with “HIS Savings a/c” that generates all the TAX REVENUE. Hence the RATE of TAX REVENUE paid to everyone else is proportional to his CASH FLOW RATE.

(i.e. How often HE can buy EVERYTHING.)

As we don't want “DEFLATION” or “INFLATION” as the population increases or decreases the Government must artificially maintain the “TOTAL MONEY SUPPLY” to be PROPORTIONAL to the [POPULATION – 1].

This model also works with anyone taking the place of HIM (even HER) but when this happens it is possible that when someone buys from YOU, you will not get to keep all the money because the SIZE of “YOUR GST Working a/c” is such that you have run out of “GST CREDIT”.

Hence not only have you paid GST to everyone else either directly or indirectly on your initial purchases but you pay TAX on net increases in “YOUR Savings a/c” that are not as a result of the distribution of “THEIR GST Working a/c's”.

Conclusion

With the nearly universal access to EFTPOS it is clear the ATO should make commercial BANKS redundant and become the only BANK.

TAX and SUPPORT can be charged and paid with existing technology beautifully simply and instantly at the time of each transaction if the ATO was the only BANK.

The ATO could then do away with annual tax returns and any other form of TAXATION except GST.

The only issue for GOVERNMENT is what fraction of “THEIR GST Working a/c” to keep from distributing to everyone else for the purpose of projects like Health and Roads etc.

If the average individual purchases \$40,000 of goods or services on SURVIVAL per year, GST of 25% would mean that everyone gets a TAX SUPPORT BENEFIT of \$10,000 not just the Disabled or Unemployed. Please Note, this figure is reduced by the FRACTION that the Government takes from “THEIR GST Working a/c’s” for special projects.

I will leave it to the reader to BUGGER it UP with “Company Savings a/c’s” because I believe a “Company Savings a/c” should not get a TAX SUPPORT BENEFIT.

Note:- The Stock Market is an ABOMINATION because when you “BUY” a share you are in fact “LENDING” HIM money and HE can just “**** OFF” with it.



DEPARTMENT OF THE TREASURY
WASHINGTON, D.C. 20220

November 5, 2004

Mr. David A.S. Crofts
23 Brisbane Street
BERWICK
Victoria 3806
Australia

Dear Mr. Crofts:

Thank you for your fax to the United States Treasury concerning the rapid rise of the use of e-commerce. Please accept my apologies for the delay in responding to your message. We would like to be able to respond to inquiries quickly, but with the large volume of letters received, it is impossible to answer each one as quickly as we would like. I hope you understand, and that the delay has not been a source of undue inconvenience to you.

We appreciate your time and effort in providing your ideas. It is important for officials at the Treasury Department to have the participation of concerned citizens such as you so that they can take everyone's interests into account. However, the power to enact Federal laws rests with the Congress and any changes to the current tax laws would require legislative action by the Congress. We carefully noted your comments and shared them with the appropriate officials within the Department.

Thank you again for writing.

Sincerely,

A handwritten signature in black ink that reads "La Tanya Y. Wilson".

La Tanya Y. Wilson
Office of the Executive Secretary