

“Fair Tax”

ISN'T FAIR

For Missouri Families



CanYOUR Family Afford Hundreds More?

partnership for
CHILDREN
Focusing Greater Kansas City's Energy on Children & Youth

Overview

The Fair Tax Proposal would raise taxes on 95% of Missouri Families without generating any new revenue. In order to replace the revenue lost as a result of eliminating corporate and individual income tax, the increased tax rate would have to be at least 11% of nearly ALL goods and services—many of which are not currently taxed.

Here is a look at how the Fair Tax would impact one Missouri Family by increasing taxes on Education, Health Care, Child Care, and many other basic needs.



Education

The new tax would be expanded to cover private school tuition, where the Jones' send their oldest son.

Tuition: \$12,000/year

Total New Tax: \$1,320

Health Care

All Health Care Services would begin to get taxed, including check-ups and emergency services.

Cost of Emergency Visit when one son falls while climbing a tree:

\$3,000

Cost of Orthodontics: \$7,000

Cost of Annual Visits for entire family: \$1,000

Total New Tax on ONLY these services: \$1,210



Child Care

To put their children in child care, the Jones' will have to begin paying new taxes. Their youngest son goes to child care and here is the amount of taxes they will have to pay for that necessary service so both parents are able to work.

Child Care Cost: \$8,000/year
Total New Tax: \$880



Basic Needs

Other items that will begin to be taxed are things like Clothing, Food and Utilities.

Clothing Costs Per Year: \$1,500
Food Costs Per Year: \$7,200 (\$150/week for a family of 4)
Utility Costs Per Year: \$1,800 (\$150/month)



*TOTAL IMPACT:

Using the MO tax calculator developed by the [Institute for Taxation and Economic Policy](#), a Missouri Family making \$60,000/year filing jointly with two children would pay an additional \$712 per year after deduction and receiving the prebate as prescribed in the current proposal. A family making \$67,000/year would pay an additional \$946/year.

The Fair Tax would raise taxes on 95% of Missouri Families, expand taxes on goods and services not currently taxed and still generate no new general revenue.

Higher Taxes

+

Taxes on *More* Products and Services

NO NEW GENERAL REVENUE?!

1 + 1 = 0 ?



The
“Fair Tax” Just Doesn’t Add Up For
Missouri’s Families