



By the Center for **Media and Democracy** www.prwatch.org

ALEC EXPOSED

"ALEC" has long been a secretive collaboration between Big Business and "conservative" politicians. Behind closed doors, they ghostwrite "model" bills to be introduced in state capitols across the country. This agenda-underwritten by global corporationsincludes major tax loopholes for big industries and the super rich, proposals to offshore U.S. jobs and gut minimum wage, and efforts to weaken public health, safety, and environmental protections. Although many of these bills have become law, until now, their origin has been largely unknown. With ALEC EXPOSED, the Center for Media and Democracy hopes more Americans will study the bills to understand the depth and breadth of how big corporations are changing the legal rules and undermining democracy across the nation.

DID YOU KNOW? Corporations VOTED to adopt this. Through ALEC, global companies work as "equals" in "unison" with politicians to write laws to govern your life. Big Business has "a VOICE and a VOTE," according to newly exposed documents. DO YOU?

Home → Model Legislation → Tax and Fiscal Policy

Resolution Calling upon the United States Congress to Enact Legislation to revise the Internal Revenue Code to Levy a Single Rate Tax, such as a Flat Tax

Did you know that the Evergreen Freedom Foundation-which is connected to the Kochs--was the corporate co-chair in 2011?

Summary

The current federal income tax system is economically destructive and inconsistent with the principles of a free society. Most economists and accountants agree that the current code is needlessly complex, and discourages savings, investment, economic growth and job creation. This resolution calls upon the U.S. Congress to replace the current income tax system with a single rate tax system with a generous personal exemption, such as a flat tax, and ease the burden on all Americans and eliminate the bias against work, savings and investment.

Model Resolution

WHEREAS, the current federal income tax system is economically destructive and inconsistent with the principles of a free society; and

WHEREAS, the current code discourages savings, investment, economic growth and job creation which are vital to a healthy economy; and

WHEREAS, the current code is manipulated by special interest groups through the creation of tax preferences; and

WHEREAS, double taxation of income, such as is found in the capital gains tax and estate tax, discourages savings, investment, entrepreneurial spirit, and the ability to pass family businesses on to future generations, which stifles the American dream; and

WHEREAS, the current income tax system is complex, confusing and time consuming, forcing American individual and business taxpayers to spend 5.4 billion man hours and \$225 billion each year to comply with the code; and

WHEREAS, replacing the current income tax system with a single rate tax system that taxes income only once, such as a flat tax, would be fair and simple and would treat all taxpayers equally; and

WHEREAS, a single rate tax system would eliminate the double taxation of savings and investment income, thus treating work and savings equally; and

WHEREAS, a single rate flat tax system would enhance economic growth by being neutral in its treatment of saving, investment and consumption - allowing people, not government, to choose how they use their time and spend their money; and

ALEC's Corporate Board

--in recent past or present • AT&T Services, Inc.

- centerpoint360
- UPS
- Bayer Corporation
- GlaxoSmithKline
- Energy Future Holdings
- Johnson & Johnson
- Coca-Cola Company
- PhRMA
- Kraft Foods, Inc.
- Coca-Cola Co.
- Pfizer Inc.
- Reed Elsevier, Inc.
- DIAGEO Peabody Energy
- Intuit, Inc.
- Koch Industries, Inc.
- ExxonMobil
- Verizon
- Reynolds American Inc.
- Wal-Mart Stores, Inc.
- Salt River Project
- Altria Client Services, Inc.
- American Bail Coalition
- State Farm Insurance

For more on these corporations, search at www.SourceWatch.org.

WHEREAS, a single rate flat tax system would be easy to comply with, saving individual and business taxpayers over \$200 billion a year in compliance costs.

NOW THEREFORE BE IT {JOINTLY} RESOLVED, that the {legislative body/bodies} of the State of {insert state} respectfully call/s upon the Congress of the United States to replace the current income tax system with a single rate tax system with a generous personal exemption, such as a flat tax, to ease the tax burden on many Americans and eliminate the bias against work, savings and investment.

BE IT FURTHER RESOLVED, that copies of this Resolution be sent to the President of the United States, the Vice-President of the United States, the Speaker of the United States House of Representatives, the U.S. Senate Majority Leader, the U.S. Senate Minority Leader, the U.S. House Majority Leader, the U.S. House Minority Leader, the Chair and ranking minority member of the Senate Finance Committee, the Chair and ranking minority member of the House Committee on Ways and Means, and to each member of the {insert state} Congressional delegation.

ALEC's 1996 Sourcebook of American State Legislation

About Us and ALEC EXPOSED. The Center for Media and Democracy reports on corporate spin and government propaganda. We are located in Madison, Wisconsin, and publish www.PRWatch.org, www.SourceWatch.org, and now www.ALECexposed.org. For more information contact: editor@prwatch.org or 608-260-9713.