



Marketplace Fairness Act (Internet Tax)

Marketplace Fairness, or Government money grab?

*Our Constitution created the world's first large free-trade zone
a.k.a. The United States of America – **Hurray!** (right?)*

Article I, Section 9, Paragraph 5 of the United States Constitution stipulates, "No Tax or Duty shall be laid on Articles Exported from any State." Article I, Section 10, Paragraph 2 of the Constitution states, "No state shall, without the Consent of the Congress, lay any Imposts or Duties on Imports or Exports..."

HOW WOULD THE MARKETPLACE FAIRNESS ACT WORK?

- ❖ A company now pays sales tax in the state they are located and with this bill, they would also pay sales tax in the state where the product is purchased. *I believe they call that Double Taxation...*
- ❖ There are between 7,500 and 9,600 different tax jurisdiction in the United States, and businesses will have to understand and comply with all of them.
- ❖ As far as fairness -- sales tax supports things like police and infrastructure; these are **not used** by retailers in a different state.

RAISES QUESTIONS

- ? Is this Constitutional? In Quill v. North Dakota, a 1992 Supreme Court case, they ruled in a similar case that it was tantamount to taxation without representation.
- ? Isn't it a good thing when states are forced to compete with each other?
- ? What's next - For example, if you drive across a state border and buy something, will they have to add on your home state sales tax?
- ? There are offshore businesses that sell in the U.S., but do not collect sales taxes. Will this bill drive more businesses offshore?

A Better Idea > The Senate should pass the permanent Internet Tax Ban (H.R. 3086)!

www.americanthinker.com/2013/06/internet_retailing_under_the_marketplace_fairness_act.html

www.cato.org/publications/commentary/whats-wrong-internet-sales-tax

www.heritage.org/research/commentary/2013/4/internet-taxation-fair-or-foul