

HR 25

FairTax Act of 2019

Congress: 116 (2019–2021, Ended)

Chamber: House

Policy Area: Taxation

Introduced: Jan 3, 2019

Current Status: Referred to the House Committee on Ways and Means.

Latest Action: Referred to the House Committee on Ways and Means. (Jan 3, 2019)

Official Text: <https://www.congress.gov/bill/116th-congress/house-bill/25>

Sponsor

Name: Rep. Woodall, Rob [R-GA-7]

Party: Republican • **State:** GA • **Chamber:** House

Cosponsors (33 total)

Cosponsor	Party / State	Role	Date Joined
Rep. Banks, Jim [R-IN-3]	R · IN		Jan 3, 2019
Rep. Bilirakis, Gus M. [R-FL-12]	R · FL		Jan 3, 2019
Rep. Bishop, Rob [R-UT-1]	R · UT		Jan 3, 2019
Rep. Brooks, Mo [R-AL-5]	R · AL		Jan 3, 2019
Rep. Carter, John R. [R-TX-31]	R · TX		Jan 3, 2019
Rep. Chabot, Steve [R-OH-1]	R · OH		Jan 3, 2019
Rep. Collins, Doug [R-GA-9]	R · GA		Jan 3, 2019
Rep. Conaway, K. Michael [R-TX-11]	R · TX		Jan 3, 2019
Rep. DesJarlais, Scott [R-TN-4]	R · TN		Jan 3, 2019
Rep. Duncan, Jeff [R-SC-3]	R · SC		Jan 3, 2019
Rep. Foxx, Virginia [R-NC-5]	R · NC		Jan 3, 2019
Rep. Gaetz, Matt [R-FL-1]	R · FL		Jan 3, 2019
Rep. Graves, Tom [R-GA-14]	R · GA		Jan 3, 2019
Rep. Hice, Jody B. [R-GA-10]	R · GA		Jan 3, 2019
Rep. King, Steve [R-IA-4]	R · IA		Jan 3, 2019
Rep. Loudermilk, Barry [R-GA-11]	R · GA		Jan 3, 2019
Rep. Lucas, Frank D. [R-OK-3]	R · OK		Jan 3, 2019
Rep. Massie, Thomas [R-KY-4]	R · KY		Jan 3, 2019
Rep. Mullin, Markwayne [R-OK-2]	R · OK		Jan 3, 2019
Rep. Posey, Bill [R-FL-8]	R · FL		Jan 3, 2019
Rep. Roe, David P. [R-TN-1]	R · TN		Jan 3, 2019
Rep. Walberg, Tim [R-MI-7]	R · MI		Jan 3, 2019
Rep. Wittman, Robert J. [R-VA-1]	R · VA		Jan 3, 2019
Rep. Yoho, Ted S. [R-FL-3]	R · FL		Jan 3, 2019
Rep. Young, Don [R-AK-At Large]	R · AK		Jan 3, 2019
Rep. Davidson, Warren [R-OH-8]	R · OH		Jan 9, 2019
Rep. Carter, Earl L. "Buddy" [R-GA-1]	R · GA		Jan 11, 2019
Rep. Ratcliffe, John [R-TX-4]	R · TX		Jan 24, 2019
Rep. Emmer, Tom [R-MN-6]	R · MN		Jan 29, 2019
Rep. Palmer, Gary J. [R-AL-6]	R · AL		May 14, 2019
Rep. Waltz, Michael [R-FL-6]	R · FL		Jun 4, 2019
Rep. Rutherford, John H. [R-FL-4]	R · FL		Jun 13, 2019
Rep. Flores, Bill [R-TX-17]	R · TX		Jun 26, 2019

Committee Activity

Committee	Chamber	Activity	Date
Ways and Means Committee	House	Referred To	Jan 3, 2019

Subjects & Policy Tags

Policy Area:

Taxation

Related Bills

Bill	Relationship	Last Action
116 HR 9064	Related bill	Dec 31, 2020: Referred to the Committee on the Judiciary, and in addition to the Committees on Energy and Commerce, Ways and Means, Education and Labor, Natural Resources, House Administration, Rules, Appropriations, Agriculture, Oversight and Reform, Veterans' Affairs, and Foreign Affairs, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned.

Summary (as of Jan 3, 2019)

FairTax Act of 2019

This bill imposes a national sales tax on the use or consumption in the United States of taxable property or services in lieu of the current income taxes, payroll taxes, and estate and gift taxes. The rate of the sales tax will be 23% in 2021, with adjustments to the rate in subsequent years. There are exemptions from the tax for used and intangible property; for property or services purchased for business, export, or investment purposes; and for state government functions.

Under the bill, family members who are lawful U.S. residents receive a monthly sales tax rebate (Family Consumption Allowance) based upon criteria related to family size and poverty guidelines.

The states have the responsibility for administering, collecting, and remitting the sales tax to the Treasury.

Tax revenues are to be allocated among (1) the general revenue, (2) the old-age and survivors insurance trust fund, (3) the disability insurance trust fund, (4) the hospital insurance trust fund, and (5) the federal supplementary medical insurance trust fund.

No funding is authorized for the operations of the Internal Revenue Service after FY2023.

Finally, the bill terminates the national sales tax if the Sixteenth Amendment to the Constitution (authorizing an income tax) is not repealed within seven years after the enactment of this bill.

Actions Timeline

- **Jan 3, 2019:** Introduced in House
- **Jan 3, 2019:** Referred to the House Committee on Ways and Means.