

FairTax Rebate Amounts for Calendar Year 2000

The FairTax provides to each household a rebate to prevent the imposition of sales tax on necessities. The rebate is equal to the sales tax rate times the federal poverty level plus an extra amount in the case of married couples to prevent a marriage penalty. The annual tax free spending allowance increases by \$2,900 per household member. Thus, a married couple with two children would be protected by the rebate from tax on the first \$22,500 per year that they spend.

		Single Person	Single Person	Single Person	Married Couple	Married Couple	Married Couple
Family Size	HHS Annual Poverty Level ¹	Fair Tax Annual Consumption Allowance	Annual Rebate	Monthly Rebate	Fair Tax Annual Consumption Allowance	Annual Rebate	Monthly Rebate
1	\$ 8,350	\$ 8,350	\$ 1,921	\$ 160	\$ 8,350	\$ 1,921	\$ 160
2	\$ 11,250	\$ 11,250	\$ 2,588	\$ 216	\$ 16,700 ²	\$ 3,841	\$ 320
3	\$ 14,150	\$ 14,150	\$ 3,255	\$ 271	\$ 19,600	\$ 4,508	\$ 376
4	\$ 17,050	\$ 17,050	\$ 3,922	\$ 327	\$ 22,500	\$ 5,175	\$ 431
5	\$ 19,950	\$ 19,950	\$ 4,589	\$ 382	\$ 25,400	\$ 5,842	\$ 487
6	\$ 22,850	\$ 22,850	\$ 5,256	\$ 438	\$ 28,300	\$ 6,509	\$ 542
7	\$ 25,750	\$ 25,750	\$ 5,923	\$ 494	\$ 31,200	\$ 7,176	\$ 598
8	\$ 28,650	\$ 28,650	\$ 6,590	\$ 549	\$ 34,100	\$ 7,843	\$ 654

¹ Federal Register: February 15, 2000 (Volume 65, Number 31, Pages 7555-7557).

² The annual consumption allowance for a married couple without children is two times the annual consumption allowance for a one person household.