



28/07/2006 00:28

- Urgent
 Return Receipt

To: <taxreform@fstb.gov.hk>

cc:

Subject: Against new GST tax, and progressivity

"Hong Kong, like every country that followed its example, has prospered for decades by sticking to just two simple rules: Keep marginal tax rates as low as possible. Don't let government spending grow any faster than the economy that supports it. As Japan should have taught us, a new GST is no alternative to Hong Kong's older wisdom."

I will let Mr. Reynolds speak for me, regarding your new 5% GST.


Mr. Reynolds is a senior fellow with the Cato Institute.

Also, regressive taxation teaches a better lesson than does progressive taxation: the lesson is that government services are not free. So, increase your lowest marginal rate if you must increase tax revenues.

Regards,

Larry Tidrick

Elk Grove Village, IL USA



(You will receive the latest conservative news and offers by email. Unsubscribe any time. Read our [Privacy Policy](#).)