

LIST OF RESOLUTIONS AND RECOMMENDATIONS

RESOLUTIONS

PART A: APPROACHES TO SALES TAX REFORM

Chapter 2: Alternatives to the Existing Federal Sales Tax

The Committee resolves to conduct an inquiry to hold hearings early in 1990 into the question of government spending and measures to control its growth.

PART B: ECONOMIC AND DISTRIBUTION ASPECTS

Chapter 3: GST Credits

The Committee therefore resolves to conduct an inquiry into Canada's tax and social benefits systems, the interrelationship between the two, appropriate methods of indexing them to price changes, their respective purposes, efficacy, and implications for economic performance; and to report its findings to the House of Commons before the end of 1990.

RECOMMENDATIONS

PART A: APPROACHES TO SALES TAX REFORM

Chapter 1: The Need for Sales Tax Reform

1. That the existing Federal Sales Tax be abolished.

Chapter 2: Alternatives to the Existing Federal Sales Tax

2. That, as a means of replacing the revenue forgone by the elimination of the Federal Sales Tax, a broadly based consumption tax is a superior option to higher income taxes.
3. That a value added tax, such as the goods and services tax, is preferable to a retail sales tax as a substitute for the existing federal sales tax.