

- 10** A government has a policy where income tax is paid only after the first \$20 000 of income has been earned.

What would make the government's policy more equitable?

- A** Decreasing the threshold for paying income tax to \$10 000 for all taxpayers.
- B** Integrating the tax and welfare systems by introducing a negative income tax.
- C** Introducing universal benefits that are available to all citizens irrespective of wealth.
- D** Means testing all benefits so that they remain the same even if real incomes fall.