

Explain, with examples from recent years in the uk, the main reasons why a govern...

[Literature](#), [Russian Literature](#)



The Main Reasons Why a Government Taxes Its Citizens Taxes are compulsory contributions made by citizens and are given to the state as state revenue, which is levied by the state on worker income as well as business profits or are added to the cost of produce and services offered as well as transactions (Rabin, 2001). A state may collect tax revenue for several reasons that enable the government to be able to operate swiftly. Therefore, tax revenue collected is used to take on different government obligations such as paying its civil servants as well as construction of roads among many other government expenditures (UK Trade & Investment, 2013). This paper will discuss why the United Kingdom government collects taxes from its citizens and to what use the collected taxes are used for in the state.

Some of the reasons the United Kingdom government collects tax from its citizens is in order to facilitate the construction and maintenance schools or education, as well as hospitals and roads. When looking at schools, it will be right to say that the taxes collected by the state in this endeavor is used in the public school sector where the government has a responsibility to provide free education. Hence, the money collected as taxes are used to maintain the schools and besides that cater for any expenses incurred.

Public hospitals are another area where taxes are utilized in the name of public service offered by the government to its citizens, here the government offers health care at a subsidized rate in order to offer cheaper medical care and assistance to the less privileged in society.

The state also collects taxes in order to be able to provide defenses as well as military capabilities to the state. Defense is one of the most important duties a state has to its citizens. Therefore, majority of the taxes are usually

consumed in defense, the state uses the resources possible to track information as well as protecting the country from internal and external attacks of terrorism. Being so the government uses the money to provide the defense ministry with the required necessities to protect the state from attacks as well as be prepared for war when the need may arise.

Citizens in the United Kingdom also pay taxes in order to support the royal family. For example the recent royal wedding between Kate Middleton and Prince William expenses were paid for by the tax payer The British government has the civil list, which contains the list of members of the royal family who receive payment in exchange of performing state duties. Such duties include opening buildings, attending overseas meetings among other state duties (James, 2009). However, not all members of the royal family are included on the civil list; it mostly includes members of the senior royal family.

The government collects taxes from the public for the main reason of creating jobs that are required for the development of the country. Therefore, the revenue collected by the state is used to implement development projects that were already incorporated in the state budget for the year. Hence, by doing so more job opportunities are created and therefore, creating more wealth for the country that is necessary for the growth development of the country.

References:

Lymer, A., & Hasseldine, J. 2002. The international taxation system. Boston, Kluwer Academic Publishers.

<https://assignbuster.com/explain-with-examples-from-recent-years-in-the-uk-the-main-reasons-why-a-government-taxes-its-citizens/>

James M. 2009. The UK Tax System: An Introduction. London: Spiramus Press Ltd.

Rabin, J. 2001. Handbook of Fiscal Policy: Volume 98 of Public Administration and Public Policy. New York: CRC Press.

UK Trade & Investment. 2013. A guide to UK taxation. An internationally competitive

Tax offer. UK Trade & Investment.