

Sixty-first
Legislative Assembly
of North Dakota

SENATE CONCURRENT RESOLUTION NO.

Introduced by

Senator Krauter

1 A concurrent resolution urging Congress and the President of the United States to enact federal
2 legislation to repeal perverse federal tax subsidies to United States companies that move
3 manufacturing operations and American jobs offshore.

4 **WHEREAS**, the United States has lost millions of manufacturing jobs over the past eight
5 years,

6 **WHEREAS**, federal tax laws actually grant a United States company that closes down a
7 United States manufacturing plant, fires its American workers and moves those jobs to
8 countries like China a large tax break,

9 **WHEREAS**, the tax code allows these firms to defer paying any United States income
10 taxes on the earnings from those foreign-manufactured products until those profits are returned,
11 if ever, to this country,

12 **WHEREAS**, this wrong-headed deferral tax break rewards United States firms that
13 move their production overseas and then turn around and import those products back to the
14 United States for sale,

15 **WHEREAS**, this deferral tax break puts companies on United States main streets at a
16 competitive disadvantage and has contributed to the loss of millions of good paying United
17 States manufacturing jobs,

18 **WHEREAS**, repealing this jobs export tax subsidy will not hinder the ability of United
19 States firms to compete against foreign competitors in foreign markets,

20 **WHEREAS**, non-partisan tax policy experts have estimated that this tax subsidy will
21 waste \$15.5 billion of tax revenues paid by hard-working taxpayers over the next ten years,

22 **NOW, THEREFORE, BE IT RESOLVED BY THE SENATE OF NORTH DAKOTA, THE**
23 **HOUSE OF REPRESENTATIVES CONCURRING THEREIN:**

Sixty-first
Legislative Assembly

1 That the Sixty-first Legislative Assembly supports efforts to enact federal legislation in
2 the 111th Congress that would repeal this tax subsidy and help create and keep good-paying
3 manufacturing jobs in this country.

4 **BE IT FURTHER RESOLVED**, that the Secretary of State forward copies of this
5 resolution to the President of the United States, and members of the North Dakota
6 Congressional Delegation.