

Defense Of Corporate Profits From Ways And Means Subcommittee Republicans Comes After \$700,000 In Contributions From The Ten Largest U.S. Multinationals

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July 19, 2023: The House Ways And Means Subcommittee On Tax Will Be Holding A Hearing To Examine "The Biden Administration's Botched Global Tax Negotiations, Which Will Destroy American Jobs And Reduce Economic Growth And Tax Revenues." "House Committee on Ways and Means Chairman Jason Smith (MO-08) and Tax Subcommittee Chairman Mike Kelly (PA-16) announced today that the Subcommittee on Tax will hold a hearing on the Biden Administration's botched global tax negotiations, which will destroy American jobs and reduce economic growth and tax revenues. The hearing will take place on Wednesday, July 19, 2023, at 2:00pm in 1100 Longworth House Office Building." [House Ways & Means Committee, [07/12/23](#)]

October 2021: Over 130 Members Of The Organisation For Economic Co-Operation And Development (OECD) "Agreed To An Outline For New Tax Rules" That Would Require Large Companies To "Pay More Taxes In Countries Where They Have Customers And Less In Countries Where They Have Headquarters, Employees, And Operations," While Also Establishing A "Global Minimum Tax Of 15 Percent, Which Would Increase Taxes On Companies With Earnings In Low-Tax Jurisdictions." "In October 2021, after negotiations at the Organisation for Economic Co-Operation and Development (OECD), more than 130 member jurisdictions agreed to an outline for new tax rules. Large companies would pay more taxes in countries where they have customers and less in countries where they have headquarters, employees, and operations. Additionally, the agreement sets out a global minimum tax of 15 percent, which would increase taxes on companies with earnings in low-tax jurisdictions." [Tax Foundation, [06/13/23](#)]

- **The OECD Proposal Consists Of Two "Pillars" Of Reform, With Pillar One Changing "Where Large Companies Pay Taxes" And Pillar Two Implementing A Global Minimum Tax.** "The OECD proposal follows an outline that has been discussed since 2019. There are two 'pillars' of the reform: Pillar One changes where large companies pay taxes (impacting roughly \$125 billion in profits); Pillar Two introduces the global minimum tax (increasing tax revenues by an estimated \$150 billion, globally)." [Tax Foundation, [06/13/23](#)]
- **Final Text For Pillar One Is Expected In Mid-2023 And Implementation Of Pillar Two Is Expected In 2024 "At The Earliest."** "Delays in implementation and disagreement on the policy details have pushed the timeline for a final text of a multilateral treaty on Pillar One to mid-2023 and implementations of Pillar Two to 2024 at the earliest." [Tax Foundation, [06/13/23](#)]

House Ways & Means Tax Subcommittee Republicans Have Taken \$700,000 From The Ten Largest US-Based Multinational Corporations Likely To Be Subject To A Global Minimum Tax

In Its 2023 World Investment Report, The United Nations Conference On Trade And Develop (UNCTAD) Outlined The Ten Largest Nonfinancial U.S. Multinationals With 47% Of Their Total Sales Coming From Foreign Sales.

The United Nations Conference On Trade And Development Releases An Annual "World Investment Report" To Provide "Analysis On Global Value Chains And The Operations Of Multinational Enterprises." "The World Investment Report focuses on trends in foreign direct investment (FDI) worldwide, at the regional and country levels and emerging measures to improve its contribution to development. It also provides analysis on global value chains and the operations of multinational enterprises, with special attention to their development implications." [UNCTAD, accessed [07/17/23](#)]

For 2023, The United Nations Conference On Trade And Development's World Investment Report Listed Exxon Mobil, Chevron, Microsoft, Johnson & Johnson, Alphabet, Apple, Amazon, Pfizer, Ford Motors, And General Motors As The Ten Largest Nonfinancial U.S. Multinationals By Foreign Assets Held. [UNCTAD 2023 World Investment Report Data (Download), accessed [07/17/23](#)]

These Ten Corporations Had 35% Of Their Total Assets Overseas, While 47% Of Their Total Sales Came From Foreign Sales:

Company	Foreign Assets	Total Assets	Foreign Sales	Total Sales
Exxon Mobil Corporation	\$176,225	\$369,067	\$191,407	\$398,675
Chevron Corporation	\$159,204	\$257,709	\$128,355	\$235,717
Microsoft Corporation	\$131,442	\$364,840	\$98,052	\$198,270
Johnson & Johnson	\$121,095	\$187,378	\$46,363	\$94,943
Alphabet Inc	\$96,266	\$365,264	\$148,022	\$282,836
Apple Inc	\$92,115	\$352,755	\$246,469	\$394,328
Amazon.com, Inc.	\$88,408	\$462,675	\$198,103	\$513,983
Pfizer, Inc.	\$85,976	\$197,205	\$57,857	\$100,330
Ford Motor Company	\$77,195	\$255,884	\$52,576	\$158,057
General Motors Co	\$62,116	\$264,037	\$28,902	\$156,735
TOTALS:	\$1,090,042	\$3,076,814	\$1,196,106	\$2,533,874

* All figures in millions

Members Of The House Ways & Means Tax Subcommittee Have Received \$700,000 In Career Campaign Contributions From The Ten Largest U.S. Multinational Corporations.

Members Of The House Ways & Means Tax Subcommittee Have Received \$700,000 In Career Campaign Contributions From The Ten Largest U.S. Multinational Corporations:

Ways & Means												
Tax												
Subcommittee	Exxon		Johnson & Johnson			Alphabet			Ford Motor		General	
Republican	Mobil	Chevron	Microsoft	Johnson	Alphabet	Apple	Amazon	Pfizer	Company	Motors	TOTAL	
Mike Kelly (PA)	\$11,500	\$7,500	\$13,500	\$12,500	\$9,000	N/A	\$5,000	\$33,000	\$4,500	\$20,500	\$117,000	
David Schweikert (AZ)	\$11,500	\$2,500	\$5,000	\$6,500	\$4,000	N/A	\$6,000	\$2,000	\$0	\$5,500	\$43,000	
Jodey Arrington (TX)	\$24,000	\$22,500	\$5,000	\$8,000	\$7,000	N/A	\$4,000	\$9,000	\$4,000	\$10,000	\$93,500	
Drew Ferguson (GA)	\$30,000	\$20,500	\$20,500	\$13,000	\$48,000	N/A	\$16,000	\$25,500	\$13,500	\$14,500	\$201,500	
Ron Estes (KS)	\$0	\$3,500	\$2,000	\$6,500	\$10,000	N/A	\$5,500	\$11,000	\$5,500	\$5,000	\$49,000	

Lloyd Smucker (PA)	<u>\$13,500</u>	<u>\$13,500</u>	<u>\$3,000</u>	<u>\$8,500</u>	<u>\$8,000</u>	N/A	<u>\$4,000</u>	<u>\$7,000</u>	<u>\$1,000</u>	<u>\$9,500</u>	\$68,000
Kevin Hern (OK)	<u>\$8,500</u>	<u>\$12,500</u>	<u>\$1,000</u>	\$0	<u>\$1,000</u>	N/A	<u>\$2,000</u>	<u>\$5,000</u>	<u>\$1,000</u>	\$0	\$31,000
David Kustoff (TN)	<u>\$8,500</u>	\$0	<u>\$2,000</u>	\$0	<u>\$5,000</u>	N/A	<u>\$5,500</u>	<u>\$8,000</u>	<u>\$4,000</u>	<u>\$4,500</u>	\$37,500
Beth Van Duyne (TX)	<u>\$9,000</u>	<u>\$8,500</u>	\$0	\$0	\$0	N/A	\$0	<u>\$2,500</u>	\$0	<u>\$11,000</u>	\$31,000
Randy Feenstra (IA)	<u>\$1,000</u>	<u>\$5,000</u>	<u>\$3,000</u>	\$0	<u>\$2,000</u>	N/A	<u>\$3,000</u>	<u>\$3,500</u>	<u>\$3,000</u>	\$0	\$20,500
Nicole Malliotakis (NY)	<u>\$1,000</u>	\$0	\$0	\$0	\$0	N/A	\$0	<u>\$1,500</u>	\$0	<u>\$5,500</u>	\$8,000
TOTAL											\$700,000