



Grover G. Norquist

President

June 15, 2004

Dear Representative:

This week, the House of Representatives will vote on H.R. 4520, the American Jobs Creation Act of 2004. **Americans for Tax Reform fully endorses this legislation and on behalf of the organization I urge you to vote in support of the legislation.**

Given the importance of this legislation to American taxpayers and the U.S. economy, ATR will “key vote” this legislation in our annual congressional ratings.

As you know, the Foreign Sales Corporations (FSCs) and the extraterritorial income exclusion (ETI) export subsidies were found to be in violation of World Trade Organization (WTO) agreements. As of June 1st, tariffs are now 8 percent which is imposing damage on the U.S. economy.

H.R. 4520 provides the correct remedy to bring the U.S. into compliance with WTO rulings while reforming international tax law and spurring economic growth in America. The legislation will cut the corporate tax rate, allow for repatriation, and, most importantly, will put America in compliance with the WTO to ensure that a worldwide trade war does not begin.

ATR has been a long supporter of allowing profits of foreign subsidiaries to be repatriated back into America at a lower tax rate and we are pleased this measure was included in the legislation. As much as \$400 billion could be invested into America's economy just from the repatriation component of H.R.4520, money that would never enter this country without passage of H.R. 4520.

H.R. 4520 will bolster economic growth and strengthen the US economy and I urge you to vote in support of this legislation later this week. Americans for Tax Reform fully supports H.R.4520 and will rate this vote in our annual congressional ratings

Sincerely,

Grover Norquist