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(Original Signature of Member)

118TH CONGRESS
1ST SESSION

H. RES.

Supporting the ratification of the Chilean tax treaty.

IN THE HOUSE OF REPRESENTATIVES

Mr. CONNOLLY submitted the following resolution; which was referred to the
Committee on _____

RESOLUTION

Supporting the ratification of the Chilean tax treaty.

Whereas Chile is one of the United States strongest partners
in the Western Hemisphere;

Whereas the United States signed a free trade agreement in
2004 that allows for the duty-free export of all United
States consumer and industrial goods to Chile;

Whereas the signing of a free trade agreement eliminated tar-
iffs, provided intellectual property protections, enabled
regulatory transparency, prohibited anticompetitive busi-
ness conduct, and required labor and environmental pro-
tections;

Whereas bilateral trade between the United States and Chile
in goods and services reached \$38,400,000,000 in 2021,

and United States goods exports to Chile amounted to \$17,300,000,000 in 2021;

Whereas, in 2022, United States-Chile merchandise trade amounted to \$38,900,000,000, including \$23,300,000,000 of United States goods exports to Chile and \$15,600,000,000 of United States goods imports from Chile;

Whereas the United States and Chile are celebrating 200 years of relations in 2023;

Whereas the United States and Chile signed a bilateral tax treaty on February 4, 2010;

Whereas, in 2014, Chile passed new tax legislation, which increased corporate tax rates in Chile;

Whereas, without a ratified bilateral tax treaty, United States companies with operations in Chile will be subject to a tax rate of up to 44.45 percent in 2027;

Whereas companies headquartered in 35 countries with which Chile already has bilateral tax treaties in force will continue to be subject to a 35-percent tax rate, leaving United States businesses at a significant competitive disadvantage;

Whereas the Committee on Foreign Relations of the Senate reported the bilateral tax treaty favorably in 2014, 2016, 2022, and most recently on June 1, 2023; and

Whereas China is among the United States competitors with which Chile already has a tax treaty in force: Now, therefore, be it

1 *Resolved*, That the House of Representatives—

2 (1) recognizes the long-standing United States-

3 Chile partnership;

1 (2) reaffirms the importance of expanded bilat-
2 eral economic ties for advancing the prosperity of
3 both countries; and

4 (3) urges the Senate to provide its advice and
5 consent to ratification of the bilateral tax treaty with
6 Chile.