



# TaxNewsFlash

## United States

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### Senate Finance Chairman Hatch urges shift to territorial tax system

U.S. Senate Finance Chairman Orrin Hatch (R-UT) discussed moving the United States from a worldwide tax system, to a territorial tax system in a speech that he delivered on the Senate floor.

According to Senator Hatch, a shift to a territorial tax system would:

- Modernize the U.S. tax system and help make U.S. companies more competitive in the vast global marketplace
- Incentivize U.S. companies to bring overseas earnings back to invest in their domestic operations
- Eliminate incentives to keep money abroad

Senator Hatch said:

*"By clinging to its worldwide tax system and a punitively high corporate tax rate, the U.S. has severely diminished the ability of its multinationals to compete in the world marketplace."*

Read text of Hatch's remarks, posted on the Finance Committee's [website](#).

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