Amendment 83
Paul Tang
on behalf of the S&D Group

Report
Paul Tang
Common Corporate Tax Base

Proposal for a directive
Recital 4 a (new)

Text proposed by the Commission
(4a) The creation of a common consolidated corporate tax base is a vital step to end the current race to the bottom in terms of taxation, since consolidation and apportionment entail the principle that undertakings pay taxes where profits are generated. In addition, the switch-over clause and the controlled foreign company (CFC) rules act as safeguards to ensure the taxation of profits leaving the Union and moving towards low-tax jurisdictions. This is of the utmost importance in an international context where corporate income rates are being put under pressure by, inter alia, the American Tax Cuts and Jobs Act.

Or. en