

May 9, 2013

Joseph Huddleston, Executive Director
Multistate Tax Commission
444 North Capitol Street, NW
Washington, DC 20001

Dear Mr Huddleston:

It has come to my attention that the Multistate Tax Commission will meet this week to consider a proposal on "Partnership or Pass-Through Entity Income Ultimately Realized By An Entity That Is Not Subject to Income Tax." Our Task Force on Tax and Fiscal Policy at ALEC has not been contacted by any legislator in support of this proposal. Furthermore, I am concerned of the possibility for discriminatory taxation within this proposal. It is especially concerning when discriminatory taxation is targeted towards a group of business taxpayers who are already subjected to the gross premium tax system in the states.

As a veteran member of ALEC's Tax and Fiscal Policy Task Force, we have always fought against discriminatory taxation in the states. I agree with my colleagues from NCSL and NCOIL that this proposal appears to be severely lacking in legislative support and could add to discriminatory treatment of taxpayers.

Sincerely,

New Hampshire Representative, Kenneth Weyler
Chairman, Tax and Fiscal Policy Task Force
American Legislative Exchange Council (ALEC)