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Corporate Patriot Enforcement Act of 2003

Congress: 108 (2003–2005, Ended)

Chamber: Senate

Policy Area: Taxation

Introduced: Feb 12, 2003

Current Status: Read twice and referred to the Committee on Finance.

Latest Action: Read twice and referred to the Committee on Finance. (Feb 12, 2003)

Official Text: https://www.congress.gov/bill/108th-congress/senate-bill/384

Sponsor

Name: Sen. Reid, Harry [D-NV]

Party: Democratic • State: NV • Chamber: Senate

Cosponsors (11 total)

Cosponsor	Party / State	Role	Date Joined
Sen. Durbin, Richard J. [D-IL]	D · IL		Feb 12, 2003
Sen. Kennedy, Edward M. [D-MA]	D · MA		Feb 12, 2003
Sen. Levin, Carl [D-MI]	D · MI		Feb 12, 2003
Sen. Feingold, Russell D. [D-WI]	D · WI		Mar 25, 2003
Sen. Feinstein, Dianne [D-CA]	D · CA		Mar 25, 2003
Sen. Clinton, Hillary Rodham [D-NY]	D · NY		Apr 11, 2003
Sen. Kerry, John F. [D-MA]	D · MA		Apr 28, 2003
Sen. Mikulski, Barbara A. [D-MD]	D · MD		Apr 28, 2003
Sen. Johnson, Tim [D-SD]	D · SD		May 6, 2003
Sen. Wyden, Ron [D-OR]	D · OR		Jun 5, 2003
Sen. Dodd, Christopher J. [D-CT]	D · CT		Jan 20, 2004

Committee Activity

Committee	Chamber	Activity	Date
Finance Committee	Senate	Referred To	Feb 13, 2003

Subjects & Policy Tags

Policy Area:

Taxation

Related Bills

Bill	Relationship	Last Action
108 HR 737	Identical bill	Feb 12, 2003: Referred to the House Committee on Ways and Means.

Summary (as of Feb 12, 2003)

Corporate Patriot Enforcement Act of 2003 - Amends the Internal Revenue Code by determining that acquiring corporations in "corporate expatriation transactions" shall be considered domestic corporations. Defines a "corporate expatriation transaction" as, with certain exceptions, one in which a "nominally foreign corporation" acquires substantially all of the properties held by a domestic corporation and in which, immediately after the transaction, more than 80 percent of the stock of the acquiring corporation is held by former shareholders of the domestic corporation. Lowers the 80 percent threshold to 50 percent when the acquiring "nominally foreign corporation" lacks substantial business activities in the foreign country in which it was created and organized compared to the total activities of the "expanded affiliated group" and the stock is publicly traded, with the principal market of trading being the United States. Defines the terms "nominally foreign corporation" and "expanded affiliated group."

Applies similar rules to partnership transactions.

Establishes that a series of related transactions relevant to the Act shall be handled as a single transaction.

Actions Timeline

- **Feb 12, 2003:** Introduced in Senate
- **Feb 12, 2003:** Read twice and referred to the Committee on Finance.