



GOVERNMENT OF PUERTO RICO

Department of Treasury
Raúl Maldonado Gautier, CPA, Esq.
Secretary of the Department of Treasury

December 4, 2017

Financial Oversight and Management Board (FOMB)
New York City

Dear Members of the Board,

I want to thank you for your invitation to the board meeting tomorrow, December 5, 2017 in New York City, NY. Unfortunately, I will not be able to attend this meeting as I will be in Washington, D.C.

As you may know, over the last few months I have been advocating alongside Governor Ricardo Rossello, the Puerto Rico Federal Affairs Administration and Resident Commissioner Jennifer Gonzalez (R-PR) to Members of Congress and the Executive Branch for inclusion of Puerto Rico into the upcoming tax reform legislation. Tomorrow I will continue these efforts highlighting a tax reform agenda focused on promoting Puerto Rico's compliance with PROMESA, enhancing economic growth and the creation of private sector jobs. Below you will find our two guiding principles.

Equal Treatment of Puerto Rico as a U.S. Jurisdiction: Provide a 100% protection from base erosion and Global Intangible Low Tax Income provisions of the House and Senate for all existing and new U.S. controlled foreign entities operating in a U.S. customs territory (i.e., Puerto Rico); or

Promote Economic Growth and Preserve Existing Manufacturing in Puerto Rico: Provide a partial protection from base erosion and low taxed intangible income provisions of the House and Senate for all existing and new U.S. controlled foreign entities operating in a U.S. customs territory (i.e., Puerto Rico).

Thank you again for your invitation and I look forward to working with you in the future.

Raúl Maldonado Gautier, Esq. CPA

