

March 5, 1976

I think this was set up mainly ... the reason that they give in here is mainly a shield for the tax exemption that they're going to benefit by this.

SENATOR DeCAMP: Are there any other lights on? I'll just....

PRESIDENT: Senator Kelly.

SENATOR KELLY: Mr. President, members of the Legislature. A professional incorporates to spread his liability, not to spread his taxes. If he's a professional corporation and elects to be a pseudo corporation he pays his taxes as though he's an individual or as though he's a partnership. If he elects to be a standard corporation and tax himself that way he'll pay a lot more taxes because he'll pay taxes as a corporation. Should he use any of the money out of the corporation, he will pay taxes as dividends. There is no advantage, taxwise, in the professional corporations.

PRESIDENT: Chair recognizes Senator DeCamp. Do you have any close, Senator?

SENATOR DeCAMP: The bill isn't a tax bill or a tax device. It's very simply a bill to promote commerce and business. If anything, as Senator Kelly says and I think he knows pretty much about it, he's going to be paying more taxes probably. He's covered his liability.

I move the bill be advanced.

PRESIDENT: Record your vote. Have you voted? Please vote. Record. Senator DeCamp.

SENATOR DeCAMP: I don't want to call for a Call of the House. The vote is 24 to 3. I think if we just sat down and vote we'd have these issues moved. Cause if we're going to start the Call of the House at this time of the day we're going to be doing it all day.

PRESIDENT: You're correct.

SENATOR DeCAMP: Well I move for a Call of the House.

PRESIDENT: The question is shall the House go under Call. Record your vote. The Chair can only keep these votes open so long. We must vote or we go under Call. Record.

CLERK: 20 ayes, 2 nays to go under Call.

PRESIDENT: We are under Call. Please return to your chairs. Senator Rasmussen voting aye.

CLERK: Senator Rasmussen voting aye.

PRESIDENT: Senator DeCamp moves that the Call be raised. All in favor say aye, contrary say nay. The Call is raised. Report the vote.