

2613.

APPROVAL, BONDS OF THE VILLAGE OF BROOK PARK, CUYAHOGA COUNTY, OHIO—\$116,008.98.

COLUMBUS, OHIO, September 24, 1928.

*Industrial Commission of Ohio, Columbus, Ohio.*

2614.

TAX AND TAXATION—FOREIGN CORPORATION—DEDUCTION OF DEBTS FROM CREDITORS ARISING OUT OF BUSINESS DONE—AUTHORIZED.

**SYLLABUS:**

*A foreign corporation which does business in Ohio is entitled to deduct from its outstanding credits arising from its Ohio business, all of its bona fide debts which arise from the same source.*

COLUMBUS, OHIO, September 24, 1928.

HON. LYNN B. GRIFFITH, *Prosecuting Attorney, Warren, Ohio.*

DEAR SIR:—This will acknowledge receipt of your recent communication which reads in part as follows:

“The General Fire Extinguisher Company is a corporation of the State of Rhode Island with its principal place of business and its home office in Providence. It has a plant located in the City of Warren, Trumbull County, Ohio. The local plant in the course of its manufacturing processes buys raw material through its purchasing agent who is located at the local plant. On all such purchases the invoices from the sellers are rendered to and received by the local plant. The material is used solely by the local plant in its production. Upon receipt at the local plant the invoices above mentioned are checked over by the purchasing agent and bills payable department and if satisfactory are sent to Providence with the request that they be paid by the Treasurer of the Company. The seller from whom the local plant buys the material has no dealing whatever with the home office in Providence. The Providence office does not buy any material nor does it sell any material and the only time it pays for any material is upon request of the local plant for materials purchased by, shipped to and used by the local plant.

For convenience of administration all funds of the General Fire Extinguisher Company are controlled and disbursed entirely by the home office at Providence. No bank account is kept in Trumbull County except a pay roll account and deposits are made to this account by the home office in Providence immediately before pay day and promptly checked out to meet the pay roll within the next two or three days.