

112th CONGRESS, 2d Session

AMENDMENT TO H.R. 4966

OFFERED BY MS. MCCOLLUM AND MR. TIM RYAN

Page 5, line 2, insert “**AND MEDICARE**” after “**DEFENSE**”.

Page 5, line 3, insert “(a) **SEQUESTRATION REPEAL AND REPLACEMENT.—**” before “Any”.

Page 5, line 6, strike “for fiscal year 2013” and all that follows through line 8, and insert “and for Medicare for fiscal year 2013 pursuant to sections 251A and 256(b) of such Act shall have no force or effect.”.

Page 5, after line 8, insert the following:

(b) **SAVINGS.—**In lieu of the savings that would have been achieved through a sequester of Medicare, savings shall be achieved through the enactment of section 8 of this Act.

At the end, add the following new sections:

SEC. 8. LIMITATION ON SECTION 199 DEDUCTION ATTRIBUTABLE TO OIL, NATURAL GAS, OR PRIMARY PRODUCTS THEREOF.

(a) **DENIAL OF DEDUCTION.—**Paragraph (4) of section 199(c) of the Internal Revenue Code of 1986 is amended by adding at the end the following new subparagraph:

“(E) **SPECIAL RULE FOR CERTAIN OIL AND GAS INCOME.—**In the case of any taxpayer who is a major integrated oil company (as defined in section 167(h)(5)(B)) for the taxable year, the term ‘domestic production gross receipts’ shall not include gross receipts from the production, transportation, or distribution of oil, natural gas, or any primary product (within the meaning of subsection (d)(9)) thereof.”.

(b) **EFFECTIVE DATE.—**The amendment made by this section shall apply to taxable years ending after the date of enactment of this Act.