H. R. 674

To amend the Internal Revenue Code of 1986 to repeal the imposition of 3 percent withholding on certain payments made to vendors by government entities.

IN THE HOUSE OF REPRESENTATIVES

February 11, 2011

Mr. Herger (for himself, Mr. Blumenauer, Mr. Nunes, Mr. Rangel, Ms. Berkley, Mr. Burton of Indiana, Mr. Connolly of Virginia, Mr. McClintock, Mr. Petri, Mr. Van Hollen, and Mr. Wilson of South Carolina) introduced the following bill; which was referred to the Committee on Ways and Means

A BILL

To amend the Internal Revenue Code of 1986 to repeal the imposition of 3 percent withholding on certain payments made to vendors by government entities.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. REPEAL OF IMPOSITION OF 3 PERCENT WITH-
- 4 HOLDING ON CERTAIN PAYMENTS MADE TO
- 5 VENDORS BY GOVERNMENT ENTITIES.
- 6 (a) IN GENERAL.—Section 3402 of the Internal Rev-
- 7 enue Code of 1986 is amended by striking subsection (t).

- 1 (b) Effective Date.—The amendment made by
- 2 this section shall apply to payments made after December

3 31, 2011.

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