

Withholding Tax Relief Act of 2006 (S. 2821)

Advocacy's Letter to Senator Craig

On August 31, 2006, the Office of Advocacy (Advocacy) sent a letter to Senator Larry E. Craig supporting S. 2821 the *Withholding Tax Relief Act of 2006*. Advocacy's letter highlighted the negative cash flow issues that will be caused by Section 511 of the *Tax Increase and Prevention and Reconciliation Act of 2005* (P.L. 109-222) (TIPRA), which requires federal, state and local governments to withhold 3 percent from payments made for good and services. A complete copy of Advocacy's letter to Senator Craig may be accessed at <http://www.sba.gov/advo/laws/comments/legislative.html>.

For more information, visit Advocacy's Web page at <http://www.sba.gov/advo> or contact Assistant Chief Counsel for Tax Candace B. Ewell at Candace.Ewell@sba.gov or (202) 401-9787.