

# Union Calendar No. 169

112TH CONGRESS  
1ST SESSION

# H. R. 674

[Report No. 112-253]

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.

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## 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

OCTOBER 18, 2011

Additional sponsors: Mr. DUNCAN of Tennessee, Mr. COFFMAN of Colorado, Mr. LARSEN of Washington, Mrs. CAPITO, Mr. HELLER, Mr. YOUNG of Alaska, Mr. GERLACH, Mr. JONES, Mr. GRAVES of Missouri, Mr. CANSECO, Mr. FORTENBERRY, Mr. MCCOTTER, Mr. ROSS of Florida, Mr. BRALEY of Iowa, Mr. PAULSEN, Ms. FOXX, Mr. AKIN, Mr. COURTNEY, Mr. YARMUTH, Mr. WALBERG, Ms. JENKINS, Ms. HAYWORTH, Ms. BALDWIN, Mr. CHAFFETZ, Mr. MORAN, Mr. BRADY of Texas, Mr. THOMPSON of Pennsylvania, Mr. HUNTER, Mr. BUCSHON, Mrs. MCMORRIS RODGERS, Mr. CALVERT, Mr. BOSWELL, Mr. KING of Iowa, Mrs. LUMMIS, Mr. LONG, Mr. DAVIS of Kentucky, Mr. SCHOCK, Mr. OLSON, Mr. FILNER, Mr. CUELLAR, Mr. MANZULLO, Mr. JACKSON of Illinois, Mr. CHANDLER, Mr. ROE of Tennessee, Mr. LATOURETTE, Mr. SENSENBRENNER, Mr. AUSTRIA, Mr. ISRAEL, Mr. LIPINSKI, Mr. HECK, Mr. GARY G. MILLER of California, Mr. COSTA, Mr. HANNA, Mr. BISHOP of New York, Mr. RUPPERSBERGER, Mr. LOBIONDO, Mr. LANKFORD, Mr. UPTON, Mr. BILBRAY, Mr. SCHRADER, Mr. THORNBERRY, Mrs. BACHMANN, Mr. YODER, Mr. SIMPSON, Mr. PAUL, Mr. HULTGREN, Mr. TOWNS, Mr. HUIZENGA of Michigan, Mr. WOLF, Mrs. SCHMIDT, Mr. PITTS, Mr. SESSIONS, Mr. MICHAUD, Mr. LARSON of Connecticut, Mr. TIBERI, Mr. TERRY, Mr. KLINE, Mrs. ROBY, Mr. RENACCI, Mr. CAR-

DOZA, Mr. MURPHY of Connecticut, Mr. JOHNSON of Georgia, Mr. WITTMAN, Mr. GENE GREEN of Texas, Mr. WU, Mr. CUMMINGS, Mr. STIVERS, Mr. CASSIDY, Mr. MCKINLEY, Mr. LATHAM, Mr. QUAYLE, Mr. ISSA, Mr. STUTZMAN, Mrs. MALONEY, Mr. WESTMORELAND, Mr. BISHOP of Utah, Ms. HIRONO, Mr. JOHNSON of Ohio, Mr. WALSH of Illinois, Mrs. MYRICK, Mr. BACHUS, Mr. GIBSON, Mr. GARDNER, Mr. GOSAR, Mr. CRAVAACK, Mr. RIGELL, Mr. JORDAN, Mr. PALAZZO, Mr. BOUSTANY, Mr. SMITH of Washington, Mr. RIBBLE, Mr. LEWIS of Georgia, Mr. LOEBSACK, Mr. MULVANEY, Mr. LANDRY, Mr. ROSKAM, Mr. HIMES, Mr. ALTMIRE, Mrs. ELLMERS, Ms. HERRERA BEUTLER, Mr. SCOTT of South Carolina, Mr. LUJÁN, Ms. DELAURO, Mr. DIAZ-BALART, Mr. FLEMING, Mr. OWENS, Mrs. BLACK, Mr. RAHALL, Mr. MURPHY of Pennsylvania, Mr. DENT, Mr. GIBBS, Mr. LUETKEMEYER, Mr. HARPER, Mrs. BIGGERT, Mr. POMPEO, Mr. BROUN of Georgia, Mr. LANCE, Mr. TIPTON, Mr. STEARNS, Mr. RUNYAN, Mr. SARBANES, Mr. GOWDY, Ms. ROSLEHTINEN, Mr. HUELSKAMP, Mr. DOLD, Mrs. NOEM, Mr. LATTA, Ms. CASTOR of Florida, Mr. HASTINGS of Washington, Mr. BURGESS, Mrs. BLACKBURN, Mr. FLORES, Mr. CAMPBELL, Mr. GRIFFIN of Arkansas, Mr. SMITH of Texas, Mr. ROGERS of Kentucky, Mr. CARTER, Mr. BISHOP of Georgia, Mr. DESJARLAIS, Mr. GRIMM, Mr. WOODALL, Mr. HEINRICH, Mr. HOLDEN, Mr. PLATTS, Mr. MILLER of Florida, Mr. GUINTA, Mr. TURNER of Ohio, Mr. WALZ of Minnesota, Mr. FARENTHOLD, Mr. ROGERS of Alabama, Mr. SCALISE, Mr. ROKITA, Mr. MACK, Mr. NUNNELEE, Mr. CHABOT, Mr. DUNCAN of South Carolina, Mr. DUFFY, Mr. SHUSTER, Mr. FRANKS of Arizona, Mr. REHBERG, Mr. WEST, Mr. CRAWFORD, Mr. HARRIS, Mrs. EMERSON, Mr. PRICE of Georgia, Mr. SCHWEIKERT, Mr. HIGGINS, Mr. MARCHANT, Ms. BUERKLE, Mr. LAMBORN, Mr. YOUNG of Indiana, Mrs. MILLER of Michigan, Mr. KELLY, Mr. KINZINGER of Illinois, Mr. GINGREY of Georgia, Mr. MCKEON, Mr. HINCHEY, Mr. CLEAVER, Mr. ROGERS of Michigan, Mr. BENISHEK, Mr. REED, Mr. ROSS of Arkansas, Mr. WOMACK, Mr. RIVERA, Ms. ESHOO, Mr. BARLETTA, Mr. HALL, Mr. GUTHRIE, Ms. GRANGER, Mr. BARTLETT, Mr. FORBES, Mr. SCHILLING, Mr. GOHMERT, Mr. ROYCE, Mr. AMASH, Mr. BONNER, Mr. BASS of New Hampshire, Mr. KILDEE, Mr. HURT, Mr. WEBSTER, Mr. REICHERT, Mr. DONNELLY of Indiana, Mr. FITZPATRICK, Mr. POSEY, Mr. PENCE, Mr. PETERS, Mrs. ADAMS, Mr. WALDEN, Mr. FRELINGHUYSEN, Mr. PEARCE, Mr. ROONEY, Mr. AUSTIN SCOTT of Georgia, Mr. ALEXANDER, Mr. NEUGEBAUER, Mrs. HARTZLER, Mr. MCCAUL, Mr. MICA, Mr. GARRETT, Mr. MATHE-SON, Mr. LABRADOR, Mr. CONAWAY, Mr. JOHNSON of Illinois, Mr. CRENSHAW, Mr. BILIRAKIS, Mr. MCNERNEY, Mr. COLE, Mr. BUCHANAN, Mr. GRAVES of Georgia, Mr. SAM JOHNSON of Texas, Mr. GALLEGLY, Mrs. CAPPS, Mr. BERG, Mr. PASCRELL, Mr. KIND, Mr. KINGSTON, Ms. BROWN of Florida, Mr. SMITH of Nebraska, Mr. FLAKE, and Mr. RYAN of Wisconsin

OCTOBER 18, 2011

Committed to the Committee of the Whole House on the State of the Union  
and ordered to be printed

# 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).

8       (b) EFFECTIVE DATE.—The amendment made by  
9 this section shall apply to payments made after December  
10 31, 2011.

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112<sup>TH</sup> CONGRESS  
1<sup>ST</sup> Session

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