

112TH CONGRESS
2^D SESSION

H. R. 3877

To amend the Internal Revenue Code of 1986 to prohibit the Secretary of the Treasury from requiring that taxpayers reconcile amounts with respect to reportable payment transactions to amounts related to gross receipts and sales.

IN THE HOUSE OF REPRESENTATIVES

FEBRUARY 1, 2012

Mr. SCHOCK (for himself and Mr. SCHILLING) 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 prohibit the Secretary of the Treasury from requiring that taxpayers reconcile amounts with respect to reportable payment transactions to amounts related to gross receipts and sales.

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. SHORT TITLE.**

4 This Act may be cited as the “1099K Overreach Pre-
5 vention Act”.

1 **SEC. 2. PROHIBITION ON REQUIRING RECONCILIATION OF**
2 **AMOUNTS WITH RESPECT TO REPORTABLE**
3 **PAYMENT TRANSACTIONS TO AMOUNTS RE-**
4 **LATED TO GROSS RECEIPTS AND SALES.**

5 (a) **IN GENERAL.**—Section 6050W of the Internal
6 Revenue Code of 1986 is amended by redesignating sub-
7 section (g) as subsection (h) and inserting after subsection
8 (f) the following new subsection:

9 “(g) **RECONCILIATION WITH RECEIPTS NOT RE-**
10 **QUIRED.**—A taxpayer shall not be required to reconcile on
11 any return of tax for a taxable year amounts with respect
12 to reportable payment transactions, as furnished to the
13 taxpayer pursuant to this section, to amounts related to
14 gross receipts or sales.”.

15 (b) **EFFECTIVE DATE.**—The amendment made by
16 subsection (a) shall apply to taxable years beginning after
17 December 31, 2011.

○