

119TH CONGRESS
1ST SESSION

H. R. 1882

To amend the Internal Revenue Code of 1986 to reinstate the exception for de minimis payments by third party settlement organizations with respect to returns relating to payments made in settlement of payment card and third party network transactions, as in effect prior to the enactment of the American Rescue Plan Act, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

MARCH 5, 2025

Mrs. MILLER of West Virginia (for herself, Mr. BUCHANAN, Mr. SMITH of Nebraska, Mr. KELLY of Pennsylvania, Mr. SCHWEIKERT, Mr. LAHOOD, Mr. ARRINGTON, Mr. ESTES, Mr. SMUCKER, Mr. HERN of Oklahoma, Mr. MURPHY, Mr. KUSTOFF, Mr. FITZPATRICK, Mr. STEUBE, Ms. TENNEY, Mrs. FISCHBACH, Mr. MOORE of Utah, Ms. VAN DUYNE, Mr. FEENSTRA, Ms. MALLIOTAKIS, Mr. CAREY, Mr. YAKYM, Mr. MILLER of Ohio, Mr. BEAN of Florida, and Mr. MORAN) 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 reinstate the exception for de minimis payments by third party settlement organizations with respect to returns relating to payments made in settlement of payment card and third party network transactions, as in effect prior to the enactment of the American Rescue Plan Act, and for other purposes.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

1 **SECTION 1. SHORT TITLE.**

2 This Act may be cited as the “Saving Gig Economy
3 Taxpayers Act”.

4 **SEC. 2. REINSTATEMENT OF EXCEPTION FOR DE MINIMIS**
5 **PAYMENTS AS IN EFFECT PRIOR TO ENACT-**
6 **MENT OF AMERICAN RESCUE PLAN ACT.**

7 (a) IN GENERAL.—Section 6050W(e) of the Internal
8 Revenue Code of 1986 is amended to read as follows:

9 “(e) EXCEPTION FOR DE MINIMIS PAYMENTS BY
10 THIRD PARTY SETTLEMENT ORGANIZATIONS.—A third
11 party settlement organization shall be required to report
12 any information under subsection (a) with respect to third
13 party network transactions of any participating payee only
14 if—

15 “(1) the amount which would otherwise be re-
16 ported under subsection (a)(2) with respect to such
17 transactions exceeds \$20,000, and

18 “(2) the aggregate number of such transactions
19 exceeds 200.”.

20 (b) EFFECTIVE DATE.—The amendment made by
21 this section shall take effect as if included in section 9674
22 of the American Rescue Plan Act.

1 **SEC. 3. APPLICATION OF DE MINIMIS RULE FOR THIRD**
2 **PARTY NETWORK TRANSACTIONS TO BACKUP**
3 **WITHHOLDING.**

4 (a) IN GENERAL.—Section 3406(b) of the Internal
5 Revenue Code of 1986 is amended by adding at the end
6 the following new paragraph:

7 “(8) OTHER REPORTABLE PAYMENTS INCLUDE
8 PAYMENTS IN SETTLEMENT OF THIRD PARTY NET-
9 WORK TRANSACTIONS ONLY WHERE AGGREGATE
10 TRANSACTIONS EXCEED REPORTING THRESHOLD
11 FOR THE CALENDAR YEAR.—

12 “(A) IN GENERAL.—Any payment in set-
13 tlement of a third party network transaction re-
14 quired to be shown on a return required under
15 section 6050W which is made during any cal-
16 endar year shall be treated as a reportable pay-
17 ment only if—

18 “(i) the aggregate number of trans-
19 actions with respect to the participating
20 payee during such calendar year exceeds
21 the number of transactions specified in
22 section 6050W(e)(2), and

23 “(ii) the aggregate amount of trans-
24 actions with respect to the participating
25 payee during such calendar year exceeds

1 the dollar amount specified in section
2 6050W(e)(1) at the time of such payment.

3 “(B) EXCEPTION IF THIRD PARTY NET-
4 WORK TRANSACTIONS MADE IN PRIOR YEAR
5 WERE REPORTABLE.—Subparagraph (A) shall
6 not apply with respect to payments to any par-
7 ticipating payee during any calendar year if one
8 or more payments in settlement of third party
9 network transactions made by the payor to the
10 participating payee during the preceding cal-
11 endar year were reportable payments.”.

12 (b) EFFECTIVE DATE.—The amendments made by
13 this section shall apply to calendar years beginning after
14 December 31, 2024.

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