

PROVIDING FOR CONSIDERATION OF H.R. 3097, THE TAX
CODE TERMINATION ACT OF 1998

JUNE 16, 1998.—Referred to the House Calendar and ordered to be printed

Mr. HASTINGS of Washington, from the Committee on Rules,
submitted the following

REPORT

[To accompany H. Res. 472]

The Committee on Rules, having had under consideration House Resolution 472, by a nonrecord vote, report the same to the House with the recommendation that the resolution be adopted.

BRIEF SUMMARY OF PROVISIONS OF RESOLUTION

The resolution provides for consideration in the House of H.R. 3097, the “Tax Code Termination Act of 1998”, under a closed rule. The rule provides that the amendment in the nature of a substitute printed in this report be considered as adopted.

The rule further provides two hours of debate equally divided and controlled by the chairman and ranking minority member of the Committee on Ways and Means. Finally, the rule provides one motion to recommit with or without instructions.

AMENDMENT IN THE NATURE OF A SUBSTITUTE CONSIDERED AS
ADOPTED BY THE RULE

Strike all after the enacting clause and insert the following:

SECTION 1. SHORT TITLE.

This Act may be cited as the “Tax Code Termination Act”.

SEC. 2. TERMINATION OF INTERNAL REVENUE CODE OF 1986.

(a) IN GENERAL.—No tax shall be imposed by the Internal Revenue Code of 1986—

(1) for any taxable year beginning after December 31, 2002,
and

(2) in the case of any tax not imposed on the basis of a taxable year, on any taxable event or for any period after December 31, 2002.

(b) EXCEPTION.—Subsection (a) shall not apply to taxes imposed by—

- (1) chapter 2 of such Code (relating to tax on self-employment income),
- (2) chapter 21 of such Code (relating to Federal Insurance Contributions Act), and
- (3) chapter 22 of such Code (relating to Railroad Retirement Tax Act).

SEC. 3. NEW FEDERAL TAX SYSTEM.

(a) STRUCTURE.—The Congress hereby declares that any new Federal tax system should be a simple and fair system that—

- (1) applies a low rate to all Americans,
- (2) provides tax relief for working Americans,
- (3) protects the rights of taxpayers and reduces tax collection abuses,
- (4) eliminates the bias against savings and investment,
- (5) promotes economic growth and job creation, and
- (6) does not penalize marriage or families.

(b) TIMING OF IMPLEMENTATION.—In order to ensure an easy transition and effective implementation, the Congress hereby declares that any new Federal tax system should be approved by Congress in its final form no later than July 4, 2002.