

105TH CONGRESS
1ST SESSION

S. 574

To delay the application of the substantiation requirements to reimbursement arrangements of certain loggers.

IN THE SENATE OF THE UNITED STATES

APRIL 15, 1997

Mr. ABRAHAM (for himself and Mr. LEVIN) introduced the following bill;
which was read twice and referred to the Committee on Finance

A BILL

To delay the application of the substantiation requirements
to reimbursement arrangements of certain loggers.

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. DELAY IN APPLICATION OF SUBSTANTIATION**

4 **REQUIREMENTS TO LOGGERS.**

5 (a) IN GENERAL.—In the case of any taxable year
6 beginning before January 1, 1993—

7 (1) a qualified logger reimbursement arrange-
8 ment shall be treated as an accountable plan for
9 purposes of section 62(c) of the Internal Revenue
10 Code of 1986, and

1 (2) payments to an employee under such ar-
2 rangement shall be deductible under section 62(a)(2)
3 of such Code.

4 (b) QUALIFIED LOGGER REIMBURSEMENT ARRANGE-
5 MENT.—For purposes of subsection (a), the term “quali-
6 fied logger reimbursement arrangement” means a reim-
7 bursement or other expense allowance arrangement in the
8 timber industry under which a percentage (not greater
9 than 25 percent) of a logger’s compensation is treated as
10 reimbursement for the use of the logger’s chain saw.

11 (c) WAIVER OF LIMITATIONS.—If refund or credit of
12 any overpayment of tax resulting from the application of
13 subsection (a) is prevented at any time before the close
14 of the 1-year period beginning on the date of the enact-
15 ment of this Act by the operation of any law or rule of
16 law (including res judicata), such refund or credit may
17 nevertheless be made or allowed if claim therefor is filed
18 before the close of such period.

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