

106TH CONGRESS  
1ST SESSION

# H. R. 3437

To amend the Internal Revenue Code of 1986 to provide for inflation adjustments to the income threshold amounts applicable in determining the portion of Social Security benefits subject to tax.

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## IN THE HOUSE OF REPRESENTATIVES

NOVEMBER 17, 1999

Mr. NADLER (for himself and Mrs. LOWEY) introduced the following bill;  
which was referred to the Committee on Ways and Means

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## A BILL

To amend the Internal Revenue Code of 1986 to provide for inflation adjustments to the income threshold amounts applicable in determining the portion of Social Security benefits subject to tax.

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. INFLATION ADJUSTMENT TO INCOME THRESH-**  
 2 **OLD AMOUNTS APPLICABLE IN DETER-**  
 3 **MINING THE PORTION OF SOCIAL SECURITY**  
 4 **BENEFITS SUBJECT TO TAX.**

5 (a) IN GENERAL.—Subsection (c) of section 86 of the  
 6 Internal Revenue Code of 1986 is amended by adding at  
 7 the end the following new paragraph:

8 “(3) INFLATION ADJUSTMENT.—In the case of  
 9 any taxable year beginning in a calendar year after  
 10 1999, each dollar amount contained in the preceding  
 11 provisions of this subsection shall be increased by an  
 12 amount equal to—

13 “(A) such dollar amount, multiplied by

14 “(B) the cost-of-living adjustment deter-  
 15 mined under section 1(f)(3) for the calendar  
 16 year in which the taxable year begins, by sub-  
 17 stituting ‘calendar year 1998’ for ‘calendar year  
 18 1992’.

19 If any increase determined under the preceding sen-  
 20 tence is not a multiple of \$50, such increase shall  
 21 be rounded to the next lowest multiple of \$50.”.

22 (b) EFFECTIVE DATE.—The amendment made by  
 23 subsection (a) shall apply to taxable years beginning after  
 24 December 31, 1999.

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