

107TH CONGRESS  
1ST SESSION

# H. R. 455

To amend the Internal Revenue Code of 1986 to restore the deduction for lobbying expenses in connection with State legislation.

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## IN THE HOUSE OF REPRESENTATIVES

FEBRUARY 6, 2001

Mr. SAM JOHNSON of Texas (for himself and Mr. CARDIN) 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 restore the deduction for lobbying expenses in connection with State legislation.

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. RESTORATION OF DEDUCTION FOR LOBBYING  
4                    EXPENSES IN CONNECTION WITH STATE LEG-  
5                    ISLATION.**

6       (a) IN GENERAL.—Paragraph (2) of section 162(e)  
7       of the Internal Revenue Code of 1986 (relating to denial  
8       of deduction for certain lobbying and political activities)  
9       is amended—

4 (2) by striking “such council” in subparagraph  
5 (B)(i) and inserting “such legislature, council.”.

6 (b) CLERICAL AMENDMENT.—The paragraph head-  
7 ing of paragraph (2) of section 162(e) of such Code is  
8 amended by inserting “STATE OR” before “LOCAL”.

9 (c) EFFECTIVE DATE.—The amendments made by  
10 this section shall apply to amounts paid or incurred after  
11 the date of the enactment of this Act.

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