

107TH CONGRESS
2D SESSION

S. 2429

To amend the Internal Revenue Code of 1986 to allow an above-the-line deduction for certain expenses in connection with the determination, collection, or refund of any tax.

IN THE SENATE OF THE UNITED STATES

APRIL 30, 2002

Mr. HUTCHINSON (for himself, Mr. CRAIG, Mr. ENZI, Mr. GREGG, Mr. HAGEL, Mr. INHOFE, and Mr. SMITH of New Hampshire) introduced the following bill; which was read twice and referred to the Committee on Finance

A BILL

To amend the Internal Revenue Code of 1986 to allow an above-the-line deduction for certain expenses in connection with the determination, collection, or refund of any 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. ABOVE-THE-LINE DEDUCTION FOR CERTAIN**
2 **EXPENSES IN CONNECTION WITH THE DE-**
3 **TERMINATION, COLLECTION, OR REFUND OF**
4 **ANY TAX.**

5 (a) DEDUCTION ALLOWED WHETHER OR NOT TAX-
6 PAYER ITEMIZES OTHER DEDUCTIONS.—Section 62(a) of
7 the Internal Revenue Code of 1986 (defining adjusted
8 gross income) is amended by inserting after paragraph
9 (18) the following new paragraph:

10 “(19) CERTAIN TAX EXPENSES.—Unless the
11 taxpayer elects to not have this paragraph apply, the
12 deduction allowed by paragraph (3) of section 212
13 with respect to so much of the expenses described in
14 such paragraph as does not exceed \$500.”.

15 (b) EFFECTIVE DATE.—The amendment made by
16 this section shall apply to expenses paid or incurred in
17 taxable years beginning after the date of the enactment
18 of this Act.

