

108TH CONGRESS
1ST SESSION

H. R. 3053

To amend the Internal Revenue Code of 1986 to increase the top two individual income tax rates and to repeal the capital gains treatment of dividend income, and to use the revenue therefrom to make emergency supplemental appropriations for fiscal year 2004 for military operations in Iraq and in support of the global war on terrorism and for the relief and reconstruction of Iraq and Afghanistan.

IN THE HOUSE OF REPRESENTATIVES

SEPTEMBER 9, 2003

Mr. WEXLER introduced the following bill; which was referred to the Committee on Ways and Means, and in addition to the Committee on Appropriations, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned

A BILL

To amend the Internal Revenue Code of 1986 to increase the top two individual income tax rates and to repeal the capital gains treatment of dividend income, and to use the revenue therefrom to make emergency supplemental appropriations for fiscal year 2004 for military operations in Iraq and in support of the global war on terrorism and for the relief and reconstruction of Iraq and Afghanistan.

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. SHORT TITLE.**

2 This Act may be cited as the “Sacrifice and Responsi-
3 bility Act”.

4 **TITLE I—INCREASE IN FEDERAL**
5 **REVENUES**

6 **SEC. 101. RESTORATION OF 2 TOP INDIVIDUAL INCOME TAX**
7 **RATES.**

8 (a) IN GENERAL.—The table contained in paragraph
9 (2) of section 1(i) of the Internal Revenue Code of 1986
10 (relating to reductions in rates after June 30, 2001) is
11 amended to read as follows:

| “In the case of taxable years beginning during calendar year: | The corresponding percentages shall be substituted for the following percentages: | | | |
|--|---|-------|-------|---------|
| | 28% | 31% | 36% | 39.6% |
| 2003 | 25.0% | 28.0% | 33.0% | 35.0% |
| 2004 and thereafter | 25.0% | 28.0% | 36.0% | 39.6%”. |

12 (b) EFFECTIVE DATE.—The amendment made by
13 this section shall apply to taxable years beginning after
14 December 31, 2002.

15 **SEC. 102. REPEAL OF CAPITAL GAINS TREATMENT FOR DIV-**
16 **IDEND INCOME OF INDIVIDUALS.**

17 Section 302 of the Jobs and Growth Tax Relief Rec-
18 onciliation Act of 2003, and the amendments made by
19 such section, is hereby repealed. The Internal Revenue
20 Code of 1986 shall be applied as if such section and
21 amendments had never been enacted.

1 **TITLE II—SUPPLEMENTAL**
2 **APPROPRIATIONS**

3 The following sums are appropriated, out of any
4 money in the Treasury not otherwise appropriated, to pro-
5 vide supplemental appropriations for fiscal year 2004:

6 CHAPTER 1

7 DEPARTMENT OF DEFENSE—MILITARY
8 MILITARY OPERATIONS IN IRAQ AND IN SUPPORT OF
9 GLOBAL WAR ON TERRORISM

10 For expenses, not otherwise provided for, necessary
11 for ongoing military operations in Iraq, operations author-
12 ized by Public Law 107–40, and other operations and re-
13 lated activities in support of the global war on terrorism,
14 \$65,500,000,000.

15 CHAPTER 2

16 BILATERAL ECONOMIC ASSISTANCE

17 FUNDS APPROPRIATED TO THE PRESIDENT

18 IRAQ AND AFGHANISTAN RELIEF AND RECONSTRUCTION

19 For expenses, not otherwise provided for, necessary
20 for humanitarian, reconstruction, and related assistance
21 in Iraq and Afghanistan, \$21,100,000,000.

1 CHAPTER 3
2 GENERAL PROVISIONS

3 **SEC. 201. EMERGENCY DESIGNATION.**

4 Each amount appropriated in this title is designated
5 by the Congress as an emergency requirement pursuant
6 to section 502 of H. Con. Res. 95 (108th Congress), the
7 concurrent resolution on the budget for fiscal year 2004.

8 **SEC. 202. PERIOD OF AVAILABILITY.**

9 No part of any appropriation contained in this title
10 shall remain available for obligation beyond the current
11 fiscal year, unless otherwise expressly provided in this
12 title.

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