

111TH CONGRESS
1ST SESSION

S. 2905

To amend the Internal Revenue Code of 1986 to repeal the reduction in the deductible portion of expenses for business meals and entertainment.

IN THE SENATE OF THE UNITED STATES

DECEMBER 17, 2009

Mr. INOUE 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 repeal the reduction in the deductible portion of expenses for business meals and entertainment.

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. REPEAL OF REDUCTION IN BUSINESS MEALS**
4 **AND ENTERTAINMENT TAX DEDUCTION.**

5 (a) IN GENERAL.—Section 274(n)(1) of the Internal
6 Revenue Code of 1986 (relating to only 50 percent of meal
7 and entertainment expenses allowed as deduction) is
8 amended by striking “50 percent” and inserting “80 per-
9 cent”.

1 (b) CONFORMING AMENDMENT.—Section 274(n) of
2 the Internal Revenue Code of 1986 is amended by striking
3 paragraph (3).

4 (c) CLERICAL AMENDMENT.—The heading for sec-
5 tion 274(n) of the Internal Revenue Code of 1986 is
6 amended by striking “ONLY 50 PERCENT” and inserting
7 “PORTION”.

8 (d) EFFECTIVE DATE.—The amendments made by
9 this section shall apply to taxable years beginning after
10 December 31, 2009.

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