

118TH CONGRESS  
1ST SESSION

# H. R. 1037

To amend the Internal Revenue Code of 1986 to modify the source rules for personal property sales in possessions of the United States.

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IN THE HOUSE OF REPRESENTATIVES

FEBRUARY 14, 2023

Ms. PLASKETT 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 modify the source rules for personal property sales in possessions of the United States.

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. SHORT TITLE.**

4 This Act may be cited as the “Territorial Tax Parity  
5 and Clarification Act”.

6 **SEC. 2. MODIFICATION OF SOURCE RULES FOR PERSONAL**  
7 **PROPERTY SALES IN POSSESSIONS.**

8 (a) IN GENERAL.—Section 865(j)(3) of the Internal  
9 Revenue Code of 1986 is amended by inserting “, 932,”  
10 after “931”.

1           (b) EFFECTIVE DATE.—The amendments made by  
2 this section shall apply to taxable years beginning after  
3 December 31, 2022.

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