

**AMENDMENT TO**  
**RULES COMMITTEE PRINT 115-39**  
**OFFERED BY MR. BUCK OF COLORADO**

Add at the end of subtitle D of title III the following:

1 **SEC. 3317. DENIAL OF DEDUCTION FOR SEXUAL HARASS-**  
2 **MENT SETTLEMENTS.**

3 (a) IN GENERAL.—Section 162(f) is amended—

4 (1) by striking “AND PENALTIES” and all that  
5 follows through “under subsection (a) for any fine”  
6 and inserting the following: “, PENALTIES, AND  
7 OTHER AMOUNTS.—No deduction shall be allowed  
8 under subsection (a) for any of the following:

9 “(1) Any fine”, and

10 (2) by adding at the end the following new  
11 paragraph:

12 “(2) Any amount paid or incurred on account  
13 of a judgment or settlement (whether by suit or  
14 agreement and whether as lump sum or periodic  
15 payments) originating from, or to require the non-  
16 disclosure of or otherwise prevent, a claim or accusa-  
17 tion of—

1           “(A) that which would constitute an of-  
2           fense under chapter 109A of title 18, United  
3           States Code, or

4           “(B) sexual harassment (including unwel-  
5           come sexual advances, requests for sexual fa-  
6           vors, or other verbal or physical harassment of  
7           a sexual nature).

8           The preceding sentence shall include any amount  
9           paid or incurred in connection with negotiating or  
10          settling an amount described therein.”.

11          (b) **EFFECTIVE DATE.**—The amendments made by  
12          this section shall apply to amounts paid or incurred after  
13          the date of the enactment of this Act.

