AMENDMENT TO
RULES COMMITTEE PRINT 115–39
OFFERED BY MR. DESAULNIER OF CALIFORNIA

At the end of subtitle E of title III, insert the following new section:

SEC. 3409. REFUNDABLE TAX CREDIT FOR EMPLOYERS WHO BEGIN FILING WAGE STATEMENTS ELECTRONICALLY.

(a) IN GENERAL.—In the case of any refund eligible taxpayer, there shall be allowed as a credit against the tax imposed by subtitle A of the Internal Revenue Code of 1986 for the taxpayer's first taxable year beginning after December 31, 2017, an amount equal to the pro rata Federal savings amount.

(b) REFUND ELIGIBLE TAXPAYER.—For purposes of this section, the term “refund eligible taxpayer” means any taxpayer which—

(1) filed a Form W-2 and a Form W-3 for calendar year 2016 which was neither on magnetic media nor in other machine-readable form, and

(2) filed a Form W-2 and a Form W-3 for calendar year 2017 which was on magnetic media or in other machine-readable form.
(c) Pro Rata Federal Savings Amount.—The term “pro rata Federal savings amount” means such amount as the Secretary determines will result in aggregate credits under this section equal to 80 percent of the aggregate amount by which Federal expenditures are reduced by reason of refund eligible taxpayers filing the forms referred to in subsection (b)(2) in the manner described therein rather than in the manner described in subsection (b)(1).

(d) Treatment as Refundable Credit.—The credit allowed under this section shall be treated—

(1) for purposes of the Internal Revenue Code of 1986, as a credit allowed under subpart C of part IV of subchapter A of chapter 1 of such Code, and

(2) for purposes of section 1324(b)(2) of title 31, United States Code, as a credit referred to in such section.