

**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:

**1 SEC. 3409. REFUNDABLE TAX CREDIT FOR EMPLOYERS**  
**2 WHO BEGIN FILING WAGE STATEMENTS**  
**3 ELECTRONICALLY.**

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

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

**13 (1) filed a Form W-2 and a Form W-3 for cal-**  
**14 endar year 2016 which was neither on magnetic**  
**15 media nor in other machine-readable form, and**

**16 (2) filed a Form W-2 and a Form W-3 for cal-**  
**17 endar year 2017 which was on magnetic media or in**  
**18 other machine-readable form.**

1           (c) PRO RATA FEDERAL SAVINGS AMOUNT.—The  
2 term “pro rata Federal savings amount” means such  
3 amount as the Secretary determines will result in aggre-  
4 gate credits under this section equal to 80 percent of the  
5 aggregate amount by which Federal expenditures are re-  
6 duced by reason of refund eligible taxpayers filing the  
7 forms referred to in subsection (b)(2) in the manner de-  
8 scribed therein rather than in the manner described in  
9 subsection (b)(1).

10          (d) TREATMENT AS REFUNDABLE CREDIT.—The  
11 credit allowed under this section shall be treated—

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

15           (2) for purposes of section 1324(b)(2) of title  
16 31, United States Code, as a credit referred to in  
17 such section.

