

**AMENDMENT TO H.R. 3442, AS REPORTED
OFFERED BY MR. FOSTER OF ILLINOIS**

Page 6, after line 6, add the following:

1 **SEC. 3. CALCULATION OF FEDERAL TAX BURDENS AND**
2 **OUTLAYS.**

3 (a) STATE BY STATE CALCULATION OF FEDERAL
4 TAX BURDENS.—

5 (1) IN GENERAL.—The Secretary of Commerce,
6 acting through the Director of the Bureau of Eco-
7 nomic Analysis, shall calculate the Federal tax bur-
8 den of each State for each calendar year.

9 (2) CALCULATION OF FEDERAL TAX BUR-
10 DEN.—For purposes of calculating the Federal tax
11 burden of each State under paragraph (1), the Sec-
12 retary shall—

13 (A) treat Federal taxes paid by an indi-
14 vidual as a burden on the State in which such
15 individual resides; and

16 (B) treat Federal taxes paid by a legal
17 business entity as a burden on each State in
18 which economic activity of such entity is per-
19 formed in the same proportion that the eco-
20 nomic activity of such entity in such State

1 bears to the economic activity of such entity in
2 all the States.

3 (b) STATE BY STATE CALCULATION OF FEDERAL
4 OUTLAYS.—

5 (1) IN GENERAL.—The Director of the Office of
6 Management and Budget, in coordination with the
7 Council of Economic Advisers and the Secretary of
8 the Treasury, shall calculate the total amount of
9 Federal outlays received by each State in each fiscal
10 year.

11 (2) TREATMENT OF CONTRACT AWARDS.—For
12 purposes of calculating the amount of Federal out-
13 lays received by a State under paragraph (1), a Fed-
14 eral contract award shall be treated as a Federal
15 outlay received by each State in which performance
16 under the award takes place in the same proportion
17 that such performance in such State bears to such
18 performance in all the States.

19 (c) STATE DEFINED.—In this section the term
20 “State” means each of the several States.

21 (d) JOINT REPORT.—Not later than the date that is
22 180 days after the beginning of each calendar year, the
23 Secretary of Commerce and the Director of the Office of
24 Management and Budget shall—

- 1 (1) jointly submit to Congress a report con-
2 taining the results of the calculations described in
3 subsections (a) and (b) with respect to such calendar
4 year; and
- 5 (2) publish the report on a publicly accessible
6 website of the Bureau of Economic Analysis.

