

AMENDMENT TO THE RULES COMMITTEE PRINT
115–39,
OFFERED BY MS. NORTON OF DISTRICT OF
COLUMBIA

At the end of the bill, add the following new title:

1 **TITLE VI—PAYROLL TAX**
2 **EXEMPTION**

3 **SEC. 6001. SHORT TITLE.**

4 This title may be cited as the “Reducing Long-Term
5 Unemployment Act”.

6 **SEC. 6002. PAYROLL TAX EXEMPTION FOR HIRING LONG-**
7 **TERM UNEMPLOYED INDIVIDUALS.**

8 (a) **EXTENSION.**—Paragraph (1) of section 3111(d)
9 of the Internal Revenue Code of 1986 is amended by in-
10 serring “or on the day after the date of the enactment
11 of the Reducing Long-Term Unemployment Act and end-
12 ing on December 31, 2018,” after “December 31, 2010,”.

13 (b) **MODIFICATION.**—

14 (1) **UNEMPLOYMENT REQUIREMENT.**—Subpara-
15 graph (B) of section 3111(d)(3) of such Code is
16 amended to read as follows:

17 “(B) certifies by signed affidavit (under
18 penalties of perjury) that such individual, dur-

1 ing the entire 27-week period ending on the hir-
2 ing date—

3 “(i) was in receipt of unemployment
4 compensation under State or Federal law,
5 or

6 “(ii) was unemployed and would have
7 been so in receipt but for having exhausted
8 the right to such unemployment compensa-
9 tion during such period.”.

10 (2) LIMITATION.—Subsection (d) of section
11 3111 of such Code is amended by adding at the end
12 the following new paragraph:

13 “(6) LIMITATION.—The aggregate reduction in
14 tax imposed under subsection (a) by reason of para-
15 graph (1) with respect to each qualified individual in
16 the employer’s employ shall not exceed \$5,000.”.

17 (c) APPLICATION TO RAILROAD RETIREMENT
18 TAXES.—

19 (1) EXTENSION.—Paragraph (1) of section
20 3221(e) of such Code is amended by inserting “or
21 on the day after the date of the enactment of the
22 Reducing Long-Term Unemployment Act and ending
23 on December 31, 2018,” after “December 31,
24 2010,”.

25 (2) MODIFICATION.—

1 (A) UNEMPLOYMENT REQUIREMENT.—
2 Subparagraph (B) of section 3221(c)(3) of such
3 Code is amended to read as follows:

4 “(B) certifies by signed affidavit (under
5 penalties of perjury) that such individual, dur-
6 ing the entire 27-week period ending on the hir-
7 ing date—

8 “(i) was in receipt of unemployment
9 compensation under State or Federal law,
10 or

11 “(ii) was unemployed and would have
12 been so in receipt but for having exhausted
13 the right to such unemployment compensa-
14 tion during such period.”.

15 (3) LIMITATION.—Subsection (c) of section
16 3221 of such Code is amended by adding at the end
17 the following new paragraph:

18 “(6) LIMITATION.—The aggregate reduction in
19 tax imposed under subsection (a) by reason of para-
20 graph (1) with respect to each qualified individual in
21 the employer’s employ shall not exceed \$5,000.”.

22 (d) SPECIAL RULE FOR CERTAIN CALENDAR QUAR-
23 TERS.—For purposes of section 3111(d) and 3221(c) of
24 such Code, if the day after the date of the enactment of
25 this Act is not the first day of a calendar quarter, then

1 rules similar to the rules of section 3111(d)(5) and
2 3221(c)(5) of such Code, respectively, shall apply with re-
3 spect to the last calendar quarter beginning before such
4 day.

5 (e) EFFECTIVE DATES.—

6 (1) IN GENERAL.—Except as provided in para-
7 graph (2), the amendments made by this subsection
8 shall apply to wages paid after the date of the enact-
9 ment of this Act.

10 (2) RAILROAD RETIREMENT TAXES.—The
11 amendments made by subsection (e) shall apply to
12 compensation paid after the date of the enactment
13 of this Act.

14 **SEC. 6003. CORPORATE RATE INCREASE TO ACHIEVE REV-**
15 **ENUE NEUTRALITY.**

16 (a) IN GENERAL.—The rate of tax specified in sec-
17 tion 11(b)(1) of the Internal Revenue Code of 1986 (after
18 the amendment made by section 3001(a)) shall be in-
19 creased by such number of percentage points as is nec-
20 essary to fully offset the aggregate reduction in Federal
21 revenues which result from the amendment made by sec-
22 tion 6001.

1 (b) EFFECTIVE DATE.—Subsection (a) shall apply as
2 if such provision were an amendment made by section
3 3001(a).

