



REP. TOM PRICE, M.D. (R-GA), CHAIRMAN
PAUL TELLER, EXECUTIVE DIRECTOR
424 CANNON HOUSE OFFICE BUILDING
WASHINGTON, DC 20515

rsc.price.house.gov

ph (202) 226-9717 / fax (202) 226-1633

RSC Info Alert: Democrats to Repeal the First Provision of ObamaCare!

In a surprising twist, this morning House Democrats introduced H.R. 5982, the *Small Business Tax Relief Act of 2010*, scheduled to be on the floor today under suspension of the rules in reaction to Ranking Member Dave Camp's MTR to H.R. 5893, the *Investing in American Jobs and Closing Tax Loopholes Act of 2010* which forced them to pull down the bill.

The bill includes a provision similar to Rep. Camp's [MTR](#) that would **REPEAL** Sec. 9006 of PPACA that required all businesses to file a 1099 form to the IRS for every transaction over \$600. This burdensome reporting requirement was projected to raise taxes on small businesses by \$19.2 billion dollars. However, instead of reducing spending, this bill would simply raise other taxes on businesses in order to offset the tax decrease.

For this reason Americans for Tax Reform, Business Roundtable, Council for Citizens Against Government Waste, Information Technology Industry Council, National Association of Manufacturers, National Foreign Trade Council, and [U.S. Chamber of Commerce](#) have come out in opposition to the bill.

The [National Taxpayer Advocate](#) issued a report that found the new requirement "may impose significant compliance burdens on businesses, charities, and government agencies." The report found that the provision would affect 4 times the number of businesses that would be eligible for the highly touted small business tax credit and the burdens "may turn out to be disproportionate as compared with any resulting improvement in tax compliance."

It should be noted that Rep. Lungren introduced a bill, H.R. 5141, the *Small Business Paperwork Mandate Elimination Act*, to repeal this burdensome requirement on April 26, 2010.

This bill begs the question, if the Democrats are already willing to repeal one provision of their monstrosity of a bill, how many more provisions - that have already been warned of by [CBO](#) and [CMS](#) as unsustainable, unworkable, and highly unlikely to be maintained - will be repealed?

For more information on the provisions that the Administration's Own CMS Actuary has found to be troublesome click [here](#).

Text of the bill to be voted on later today can be found [here](#), and the RSC Legislative Bulletin can be found [here](#).