

106TH CONGRESS
1ST SESSION

S. 1246

To amend title 4 of the United States Code to prohibit the imposition of discriminatory commuter taxes by political subdivisions of States.

IN THE SENATE OF THE UNITED STATES

JUNE 21, 1999

Mr. TORRICELLI (for himself, Mr. LIEBERMAN, Mr. DODD, and Mr. LAUTENBERG) introduced the following bill; which was read twice and referred to the Committee on Finance

A BILL

To amend title 4 of the United States Code to prohibit the imposition of discriminatory commuter taxes by political subdivisions of States.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. PROHIBITION ON IMPOSITION OF DISCRIMINA-**
4 **TORY COMMUTER TAXES BY POLITICAL SUB-**
5 **DIVISIONS OF STATES.**

6 (a) IN GENERAL.—Chapter 4 of title 4, United
7 States Code, is amended by adding at the end the fol-
8 lowing:

1 **“§ 116. Prohibition on imposition of discriminatory**
2 **commuter taxes by political subdivisions**
3 **of States**

4 “A political subdivision of a State may not impose
5 a tax on income earned within such political subdivision
6 by nonresidents of the political subdivision unless the ef-
7 fective rate of such tax imposed on such nonresidents who
8 are residents of such State is not less than such rate im-
9 posed on such nonresidents who are not residents of such
10 State.”.

11 (b) CONFORMING AMENDMENT.—The table of sec-
12 tions for chapter 4 of title 4, United States Code, is
13 amended by adding at the end the following:

“116. Prohibition on imposition of discriminatory commuter taxes by political
subdivisions of States.”.

14 (c) EFFECTIVE DATE.—The amendments made by
15 this section shall apply to taxable years ending after the
16 date of enactment of this Act.

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