

109TH CONGRESS
1ST SESSION

H. R. 1583

To amend the Internal Revenue Code of 1986 to repeal provisions relating to qualified tax collection contracts, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

APRIL 12, 2005

Mr. VAN HOLLEN introduced the following bill; which was referred to the Committee on Ways and Means

A BILL

To amend the Internal Revenue Code of 1986 to repeal provisions relating to qualified tax collection contracts, and for other purposes.

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. SHORT TITLE.**

4 This Act may be cited as the “Taxpayer Abuse Pre-
5 vention Act of 2005”.

6 **SEC. 2. FINDINGS.**

7 Congress finds the following:

8 (1) Taxpayers should be treated fairly in the
9 Federal tax collection process.

1 (2) Congress has repeatedly stated its opposi-
2 tion to overly aggressive Federal tax collection tech-
3 niques.

4 (3) Section 1204 of the Internal Revenue Serv-
5 ice Restructuring and Reform Act of 1998 specifi-
6 cally prevents employees of the Internal Revenue
7 Service from being evaluated on the basis of the
8 amount of taxes they collect in order to eliminate in-
9 centives to use overly aggressive tax collection tech-
10 niques.

11 (4) Paying for Federal tax collection services on
12 the basis of a commission or as a percentage of
13 taxes collected would provide incentives for overly
14 aggressive collection techniques.

15 **SEC. 3. QUALIFIED TAX COLLECTION CONTRACTS.**

16 (a) REPEAL OF GENERAL AUTHORITY.—Section
17 6306 of the Internal Revenue Code of 1986 is hereby re-
18 pealed.

19 (b) CONFORMING AMENDMENTS.—

20 (1) OTHER REPEALS.—

21 (A) Sections 7433A and 7811(g) of the In-
22 ternal Revenue Code of 1986 are hereby re-
23 pealed.

1 (B) Section 1203(e) of the Internal Rev-
2 enue Service Restructuring and Reform Act of
3 1998 is hereby repealed.

4 (C) Section 881(e) of the American Jobs
5 Creation Act of 2004 is hereby repealed.

6 (2) ADDITIONAL AMENDMENTS.—

7 (A) Section 7809(a) of the Internal Rev-
8 enue Code of 1986 is amended by striking
9 “6306,” before “7651”.

10 (B) The table of sections for subchapter A
11 of chapter 64 of such Code is amended by strik-
12 ing the item relating to section 6306.

13 (C) The table of sections for subchapter B
14 of chapter 76 of such Code is amended by strik-
15 ing the item relating to section 7433A.

16 (d) EFFECTIVE DATE.—

17 (1) IN GENERAL.—The amendments made by
18 this section shall take effect on the date of enact-
19 ment of this Act.

20 (2) EXISTING QUALIFIED TAX COLLECTION
21 CONTRACTS.—With respect to qualified tax collection
22 contracts that were entered into before the date of
23 enactment of this Act, the amendments made by this

1 section shall take effect 60 days after the date of en-
2 actment of this Act.

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