

Calendar No. 8118TH CONGRESS
1ST SESSION**S. 123**

To protect American small businesses, gig workers, and freelancers by repealing the burdensome American Rescue Plan Act of 2021 transactions reporting threshold, and to rescind certain funding provided to the Internal Revenue Service under section 10301 of Public Law 117–169.

IN THE SENATE OF THE UNITED STATES

JANUARY 26, 2023

Mr. SCOTT of Florida (for himself, Mr. BUDD, Mr. BRAUN, and Mr. JOHNSON) introduced the following bill; which was read the first time

JANUARY 30, 2023

Read the second time and placed on the calendar

A BILL

To protect American small businesses, gig workers, and freelancers by repealing the burdensome American Rescue Plan Act of 2021 transactions reporting threshold, and to rescind certain funding provided to the Internal Revenue Service under section 10301 of Public Law 117–169.

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

1 **SECTION 1. SHORT TITLE.**

2 This Act may be cited as the “Blocking the Adverse
3 and Dramatic Increased Reliance on Surveillance Activi-
4 ties Act” or the “BAD IRS Activities Act”.

5 **SEC. 2. REPEAL OF MODIFICATIONS OF EXCEPTIONS FOR**
6 **REPORTING OF THIRD PARTY NETWORK**
7 **TRANSACTIONS.**

8 (a) IN GENERAL.—Section 6050W(e) of the Internal
9 Revenue Code of 1986 is amended to read as follows:

10 “(e) EXCEPTION FOR DE MINIMIS PAYMENTS BY
11 THIRD PARTY SETTLEMENT ORGANIZATIONS.—A third
12 party settlement organization shall be required to report
13 any information under subsection (a) with respect to third
14 party network transactions of any participating payee only
15 if—

16 “(1) the amount which would otherwise be re-
17 ported under subsection (a)(2) with respect to such
18 transactions exceeds \$20,000, and

19 “(2) the aggregate number of such transactions
20 exceeds 200.”.

21 (b) EFFECTIVE DATE.—The amendment made by
22 this section shall apply to returns for calendar years begin-
23 ning after December 31, 2021.

1 **SEC. 3. RESCISSION OF CERTAIN FUNDS FOR ENHANCED**
2 **INTERNAL REVENUE SERVICE RESOURCES.**

3 Effective on the date of enactment of this Act, the
4 unobligated balances of the amounts made available under
5 the following provisions of Public Law 117–169 are re-
6 scinded:

7 (1) INTERNAL REVENUE SERVICE ENFORCE-
8 MENT FUNDS.—Section 10301(1)(A)(ii).

9 (2) INTERNAL REVENUE SERVICE OPERATIONS
10 SUPPORT.—Section 10301(1)(A)(iii).

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