

103<sup>D</sup> CONGRESS  
1<sup>ST</sup> SESSION

# H. R. 2568

To repeal the mandatory 20 percent income tax withholding on eligible rollover distributions which are not rolled over.

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IN THE HOUSE OF REPRESENTATIVES

JUNE 30, 1993

Mr. FRANKS of Connecticut introduced the following bill; which was referred to the Committee on Ways and Means

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## A BILL

To repeal the mandatory 20 percent income tax withholding on eligible rollover distributions which are not rolled over.

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. REPEAL OF MANDATORY 20 PERCENT INCOME**  
4 **TAX WITHHOLDING ON ELIGIBLE IRA ROLL-**  
5 **OVER DISTRIBUTIONS WHICH ARE NOT**  
6 **ROLLED OVER.**

7 (a) REPEAL OF WITHHOLDING REQUIREMENT.—  
8 Subsection (b) of section 522 of the Unemployment Com-  
9 pensation Amendments of 1992 (relating to withholding  
10 on eligible rollover distributions which are not rolled over),

1 and the amendments made by such subsection, are hereby  
2 repealed, and the Internal Revenue Code of 1986 shall be  
3 applied and administered as if such subsection, and  
4 amendments, had never been enacted.

5 (b) OFFSET.—The President is authorized to reduce  
6 obligations and expenditures for programs, projects, and  
7 activities authorized under the Foreign Assistance Act of  
8 1961, except for allocation of funds for countries specified  
9 in law, by such sums as are necessary to offset the loss  
10 of revenues under subsection (a).

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