

118TH CONGRESS  
1ST SESSION

**S.** \_\_\_\_\_

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.

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IN THE SENATE OF THE UNITED STATES

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Mr. SCOTT of Florida introduced the following bill; which was read twice and referred to the Committee on \_\_\_\_\_

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## **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,*

3       **SECTION 1. SHORT TITLE.**

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

1 **SEC. 2. REPEAL OF MODIFICATIONS OF EXCEPTIONS FOR**  
2 **REPORTING OF THIRD PARTY NETWORK**  
3 **TRANSACTIONS.**

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

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

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

15 “(2) the aggregate number of such transactions  
16 exceeds 200.”.

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

20 **SEC. 3. RESCISSION OF CERTAIN FUNDS FOR ENHANCED**  
21 **INTERNAL REVENUE SERVICE RESOURCES.**

22 Effective on the date of enactment of this Act, the  
23 unobligated balances of the amounts made available under  
24 the following provisions of Public Law 117–169 are re-  
25 scinded:

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

3           (2) INTERNAL REVENUE SERVICE OPERATIONS  
4           SUPPORT.—Section 10301(1)(A)(iii).