

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

# H. R. 593

To amend the Internal Revenue Code of 1986 to deny the business deduction for any amount paid or incurred for regularly scheduled air transportation to the extent such amount exceeds the normal tourist class fare for such transportation.

---

## IN THE HOUSE OF REPRESENTATIVES

JANUARY 26, 1993

Mr. JACOBS 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 deny the business deduction for any amount paid or incurred for regularly scheduled air transportation to the extent such amount exceeds the normal tourist class fare for such transportation.

1       *Be it enacted by the Senate and House of Representa-*  
2       *tives of the United States of America in Congress assembled,*  
3       That (a) section 162 of the Internal Revenue Code of  
4       1986 (relating to trade or business expenses) is amended  
5       by redesignating subsection (m) as subsection (n) and by  
6       inserting after subsection (l) the following new subsection:

1       “(m) DEDUCTION FOR REGULARLY SCHEDULED AIR  
2 TRANSPORTATION LIMITED TO NORMAL TOURIST CLASS  
3 FARE.—

4           “(1) IN GENERAL.—No deduction shall be al-  
5 lowed under subsection (a) or under section 212 for  
6 any amount paid or incurred for the transportation  
7 of any person by air on a regularly scheduled flight  
8 to the extent that such amount exceeds the normal  
9 tourist class fare for such transportation on such  
10 flight.

11           “(2) NORMAL TOURIST CLASS FARE.—For pur-  
12 poses of paragraph (1), the term ‘normal tourist  
13 class fare’ means the lowest fare charged for the  
14 transportation of a person by air on a regularly  
15 scheduled flight determined without regard to any  
16 special fares available to groups or certain persons  
17 or under certain special conditions.”.

18       (b) The amendments made by subsection (a) shall  
19 apply to amounts paid or incurred after the date of the  
20 enactment of this Act for transportation beginning after  
21 such date.

○