

104<sup>TH</sup> CONGRESS  
1<sup>ST</sup> SESSION

# H. R. 391

To amend the Internal Revenue Code of 1986 to deny the foreign tax credit and deduction for taxes paid in lieu of income taxes.

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IN THE HOUSE OF REPRESENTATIVES

JANUARY 4, 1995

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

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## A BILL

To amend the Internal Revenue Code of 1986 to deny the foreign tax credit and deduction for taxes paid in lieu of income taxes.

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. DENIAL OF FOREIGN TAX CREDIT AND DEDUC-**  
4 **TION FOR TAXES PAID IN LIEU OF INCOME**  
5 **TAXES.**

6 (a) IN GENERAL.—Section 903 of the Internal Reve-  
7 nue Code of 1986 (relating to credit for taxes in lieu of  
8 income, etc., taxes) is hereby repealed.

9 (b) CLERICAL AMENDMENT.—The table of sections  
10 for subpart A of part III of subchapter N of chapter 1

1 of such Code is amended by striking the item relating to  
2 section 903.

3 (c) EFFECTIVE DATE.—The amendments made by  
4 this section shall apply to taxable years beginning after  
5 December 31, 1994.

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