

109TH CONGRESS
1ST SESSION

S. 1321

To amend the Internal Revenue Code of 1986 to repeal the excise tax on telephone and other communications services.

IN THE SENATE OF THE UNITED STATES

JUNE 28, 2005

Mr. SANTORUM (for himself, Mr. CRAPO, Mr. SMITH, and Mr. HAGEL) introduced the following bill; which was read twice and referred to the Committee on Finance

A BILL

To amend the Internal Revenue Code of 1986 to repeal the excise tax on telephone and other communications services.

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 “Telephone Excise Tax
5 Repeal Act of 2005”.

1 **SEC. 2. REPEAL OF EXCISE TAX ON TELEPHONE AND**
2 **OTHER COMMUNICATIONS SERVICES.**

3 (a) IN GENERAL.—Chapter 33 of the Internal Rev-
4 enue Code of 1986 (relating to facilities and services) is
5 amended by striking subchapter B.

6 (b) CONFORMING AMENDMENTS.—

7 (1) Section 4293 of such Code is amended by
8 striking “chapter 32 (other than the taxes imposed
9 by sections 4064 and 4121) and subchapter B of
10 chapter 33,” and inserting “and chapter 32 (other
11 than the taxes imposed by sections 4064 and
12 4121),”.

13 (2)(A) Paragraph (1) of section 6302(e) of such
14 Code is amended by striking “section 4251 or”.

15 (B) Paragraph (2) of section 6302(e) of such
16 Code is amended—

17 (i) by striking “imposed by—” and all that
18 follows through “with respect to” and inserting
19 “imposed by section 4261 or 4271 with respect
20 to”, and

21 (ii) by striking “bills rendered or”.

22 (C) The subsection heading for section 6302(e)
23 of such Code is amended by striking “Communica-
24 tions Services and”.

1 (3) Section 6415 of such Code is amended by
2 striking “4251, 4261, or 4271” each place it ap-
3 pears and inserting “4261 or 4271”.

4 (4) Paragraph (2) of section 7871(a) of such
5 Code is amended by inserting “or” at the end of
6 subparagraph (B), by striking subparagraph (C),
7 and by redesignating subparagraph (D) as subpara-
8 graph (C).

9 (5) The table of subchapters for chapter 33 of
10 such Code is amended by striking the item relating
11 to subchapter B.

12 (c) EFFECTIVE DATE.—The amendments made by
13 this section shall apply to amounts paid pursuant to bills
14 first rendered more than 90 days after the date of the
15 enactment of this Act.

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