

110TH CONGRESS
1ST SESSION

S. 2154

To amend the Social Security Act and the Internal Revenue Code of 1986 to exempt certain employment as a member of a local governing board, commission, or committee from social security tax coverage.

IN THE SENATE OF THE UNITED STATES

OCTOBER 4, 2007

Mr. JOHNSON (for himself, Mr. THUNE, and Mr. CONRAD) introduced the following bill; which was read twice and referred to the Committee on Finance

A BILL

To amend the Social Security Act and the Internal Revenue Code of 1986 to exempt certain employment as a member of a local governing board, commission, or committee from social security tax coverage.

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 “Local Officials Tax
5 Relief Act of 2007”.

1 **SEC. 2. EXEMPTION OF CERTAIN LOCAL GOVERNING**
2 **BOARD EMPLOYMENT FROM SOCIAL SECU-**
3 **RITY TAX COVERAGE.**

4 (a) AMENDMENT TO SOCIAL SECURITY ACT.—Sec-
5 tion 210(a)(7)(F) of the Social Security Act (42 U.S.C.
6 410(a)(7)(F)) is amended by striking “or” at the end of
7 clause (iv), by adding “or” at the end of clause (v), and
8 by inserting after clause (v) the following new clause:

9 “(vi) by any elected or appointed
10 member of a general governing board, com-
11 mission, or committee of any political sub-
12 division of a State if the remuneration paid
13 in a calendar year for such service is not
14 more than—

15 “(I) \$1,300, with respect to serv-
16 ice performed during any calendar
17 year commencing on or after January
18 1, 2008; or

19 “(II) the adjusted amount deter-
20 mined under section 218(c)(8)(B) for
21 any calendar year commencing on or
22 after January 1, 2010, with respect to
23 service performed during such cal-
24 endar year;”.

25 (b) AMENDMENT TO INTERNAL REVENUE CODE OF
26 1986.—Section 3121(b)(7)(F) of the Internal Revenue

1 Code of 1986 (defining employment) is amended by strik-
2 ing “or” at the end of clause (iv), by adding “or” at the
3 end of clause (v), and by inserting after clause (v) the
4 following new clause:

5 “(vi) by any elected or appointed
6 member of a general governing board, com-
7 mission, or committee of any political sub-
8 division of a State if the remuneration paid
9 in a calendar year for such service is not
10 more than—

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12 ice performed during any calendar
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17 the Social Security Act for any cal-
18 endar year commencing on or after
19 January 1, 2010, with respect to serv-
20 ice performed during such calendar
21 year;”.

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