

111TH CONGRESS  
2D SESSION

# S. 3783

To amend the Internal Revenue Code of 1986 to increase the threshold amount subject to information reporting at source, and for other purposes.

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## IN THE SENATE OF THE UNITED STATES

SEPTEMBER 14, 2010

Ms. LANDRIEU (for herself and Ms. MIKULSKI) introduced the following bill;  
which was read twice and referred to the Committee on Finance

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## A BILL

To amend the Internal Revenue Code of 1986 to increase the threshold amount subject to information reporting at source, and for other purposes.

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 “Information Reporting  
5 Modernization Act of 2010”.

### 6 **SEC. 2. MODIFICATIONS TO INFORMATION REPORTING AT** 7 **SOURCE.**

8 (a) INCREASE IN THRESHOLD AMOUNT.—

9 (1) IN GENERAL.—Subsection (a) of section  
10 6041 of the Internal Revenue Code of 1986, as

1 amended by the Patient Protection and Affordable  
 2 Care Act, is amended by striking “\$600” in the text  
 3 and heading and inserting “\$5,000”.

4 (2) INFLATION ADJUSTMENT.—Section 6401 of  
 5 such Code is amended by redesignating subsection  
 6 (i) as subsection (j) and by inserting after subsection  
 7 (h) the following new subsection:

8 “(i) INFLATION ADJUSTMENT.—In the case of any  
 9 calendar year after 2012, the dollar amount in subsection  
 10 (a) shall be increased by an amount equal to—

11 “(1) such dollar amount, multiplied by

12 “(2) the cost-of-living adjustment determined  
 13 under section 1(f)(3) for such calendar year by sub-  
 14 stituting ‘calendar year 2011’ for ‘calendar year  
 15 1992’ in subparagraph (B) thereof.

16 If any amount as adjusted under the preceding sentence  
 17 is not a multiple of \$100, such amount shall be rounded  
 18 to the nearest multiple of \$100.”.

19 (b) COORDINATION WITH RETURNS RELATING TO  
 20 PAYMENT CARD AND THIRD PARTY NETWORK TRANS-  
 21 ACTIONS.—Section 6041 of the Internal Revenue Code of  
 22 1986, as amended by subsection (a)(2), is amended by re-  
 23 designating subsection (j) as subsection (k) and inserting  
 24 after subsection (i) the following new subsection:

1       “(j) COORDINATION WITH RETURNS RELATING TO  
2 PAYMENT CARD AND THIRD PARTY NETWORK TRANS-  
3 ACTIONS.—This section shall not apply to any amount  
4 with respect to which a return is required to be made  
5 under section 6050W.”.

6       (c) ENHANCED TECHNOLOGY.—With respect to re-  
7 turns required to be made in calendar years beginning  
8 after December 31, 2011, the Secretary of the Treasury  
9 shall upgrade the scanning technology of the Internal Rev-  
10 enue Service to allow for the submission of generic 1099-  
11 MISC forms downloaded from the Internal Revenue Serv-  
12 ice website, and shall establish a free online entry and sub-  
13 mission mechanism.

14       (d) EFFECTIVE DATE.—The amendments made by  
15 this section shall apply to amounts with respect to which  
16 a return is required to be made in calendar years begin-  
17 ning after December 31, 2011.

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