

114TH CONGRESS
2D SESSION

H. R. 5039

To amend the Internal Revenue Code of 1986 to provide for economic recovery
in the possessions of the United States.

IN THE HOUSE OF REPRESENTATIVES

APRIL 21, 2016

Ms. PLASKETT 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 provide
for economic recovery in the possessions of the United States.

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 “Territorial Tax Parity
5 Act of 2016”.

6 **SEC. 2. MODIFICATION TO SOURCE RULES INVOLVING POS-**
7 **SESSIONS.**

8 (a) SOURCE RULES.—Section 937(b)(2) of the Inter-
9 nal Revenue Code of 1986 is amended by striking the pe-
10 riod at the end and inserting the following: “to the extent

1 such income is attributable to an office or fixed place of
2 business within the United States (determined under the
3 rules of section 864(c)(5)).”.

4 (b) SOURCE RULES FOR PERSONAL PROPERTY
5 SALES.—Section 865(j)(3) of such Code is amended by
6 adding “932,” after “931,” and before “933.”.

7 (c) EFFECTIVE DATE.—The amendments made by
8 this section shall apply to taxable years beginning after
9 December 31, 2016.

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