

115TH CONGRESS
1ST SESSION

S. 1958

To amend the Internal Revenue Code of 1986 to require Internet-based, real-time responses to requests to verify taxpayer income for legitimate business purposes, and for other purposes.

IN THE SENATE OF THE UNITED STATES

OCTOBER 16, 2017

Mr. BOOKER (for himself and Mr. CRAPO) 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 require Internet-based, real-time responses to requests to verify taxpayer income for legitimate business purposes, 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 “IRS Data Verification
5 Modernization Act of 2017”.

1 **SEC. 2. DISCLOSURE OF TAXPAYER INFORMATION FOR**
2 **THIRD-PARTY INCOME VERIFICATION.**

3 (a) **IN GENERAL.**—The Secretary of the Treasury or
4 the Secretary’s delegate (referred to in this section as the
5 “Secretary”) shall implement a program to ensure that
6 any qualified disclosure—

7 (1) is fully automated and accomplished
8 through the Internet; and

9 (2) is accomplished in as close to real-time as
10 is practicable.

11 (b) **QUALIFIED DISCLOSURE.**—For purposes of sub-
12 section (a), the term “qualified disclosure” means a disclo-
13 sure under section 6103(c) of the Internal Revenue Code
14 of 1986 of returns or return information by the Secretary
15 to a person seeking to verify the income of a taxpayer for
16 a legitimate business purpose who has represented to the
17 Secretary that such person will comply with the require-
18 ments of section 6103(p)(4) of the Internal Revenue Code
19 of 1986.

20 (c) **USER FEE.**—

21 (1) **IN GENERAL.**—The Secretary shall assess
22 and collect a fee for disclosures described in sub-
23 section (a) at such rates as the Secretary determines
24 are sufficient to recover the costs related to imple-
25 menting the program described in subsection (a) not
26 later than 5 years after such costs are paid or in-

1 curred. Such costs shall include the costs of any nec-
2 essary infrastructure or technology.

3 (2) DEPOSIT OF COLLECTIONS.—Amounts re-
4 ceived from fees authorized by paragraph (1) shall
5 be deposited as an offsetting collection in, and cred-
6 ited to, the account through which funds are made
7 available to carry out the activities described in sub-
8 section (a).

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