

112TH CONGRESS
1ST SESSION

H. R. 609

To amend the Internal Revenue Code of 1986 to reduce the corporate income tax rate.

IN THE HOUSE OF REPRESENTATIVES

FEBRUARY 10, 2011

Mr. HANNA (for himself, Mr. AMASH, Mr. BARTLETT, Mr. BISHOP of Utah, Mr. BURTON of Indiana, Mr. COLE, Mr. DUNCAN of South Carolina, Mr. FITZPATRICK, Mr. FRANKS of Arizona, Mr. MANZULLO, Mr. MCCLINTOCK, Mrs. MYRICK, Mr. RIBBLE, Mr. AUSTIN SCOTT of Georgia, Mr. SENSENBRENNER, and Mr. WESTMORELAND) 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 reduce the corporate income tax rate.

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 “American Competitive-
5 ness Act of 2011”.

1 **SEC. 2. REDUCTION IN CORPORATE INCOME TAX RATES.**

2 (a) IN GENERAL.—Paragraph (1) of section 11(b) of
3 the Internal Revenue Code of 1986 is amended to read
4 as follows:

5 “(1) RATES OF TAX.—

6 “(A) IN GENERAL.—Except as otherwise
7 provided in this paragraph, the amount of the
8 tax imposed by subsection (a) shall be the sum
9 of—

10 “(i) 15 percent of so much of the tax-
11 able income as does not exceed \$50,000,
12 and

13 “(ii) 25 percent of so much of the tax-
14 able income as exceeds \$50,000.

15 “(B) SPECIAL RULES FOR 2011.—In the
16 case of any taxable year beginning in 2011, the
17 amount of the tax imposed by subsection (a)
18 shall be the sum of—

19 “(i) 15 percent of so much of the tax-
20 able income as does not exceed \$50,000,
21 and

22 “(ii) 25 percent of so much of the tax-
23 able income as exceeds \$50,000 but does
24 not exceed \$75,000, and

25 “(iii) 30 percent of so much of the
26 taxable income as exceeds \$75,000.”.

1 (b) CONFORMING AMENDMENTS.—

2 (1) Section 11(b)(2) of such Code is amended
3 by striking “35 percent” and inserting “the max-
4 imum rate of tax in effect under section 11(b)(1)”.

5 (2) Section 280C(e)(3)(B)(ii)(II) of such Code
6 is amended by inserting “in effect” after “maximum
7 rate of tax”.

8 (3) Section 904(b)(3)(D)(ii) of such Code is
9 amended by striking “(determined without regard to
10 the last sentence of section 11(b)(1))”.

11 (4) Section 1201(a) of such Code is amended—

12 (A) by striking “35 percent (determined
13 without regard to the last 2 sentences of section
14 11(b)(1))” and inserting “the maximum rate of
15 tax in effect under section 11(b)(1)”, and

16 (B) by striking “35 percent” in paragraph
17 (2) and inserting “the maximum rate of tax in
18 effect under section 11(b)(1)”.

19 (5) Section 1561(a) of such Code is amended
20 by striking the fourth sentence.

21 (c) EFFECTIVE DATE.—The amendments made by
22 this section shall apply to taxable years beginning after
23 December 31, 2010.

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