

112TH CONGRESS  
1ST SESSION

# S. 907

To amend the Internal Revenue Code of 1986 to repeal the reduction in the deductible portion of expenses for business meals and entertainment.

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IN THE SENATE OF THE UNITED STATES

MAY 5, 2011

Mr. INOUE 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 repeal the reduction in the deductible portion of expenses for business meals and entertainment.

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. REPEAL OF REDUCTION IN BUSINESS MEALS**  
4 **AND ENTERTAINMENT TAX DEDUCTION.**

5 (a) IN GENERAL.—Section 274(n)(1) of the Internal  
6 Revenue Code of 1986 (relating to only 50 percent of meal  
7 and entertainment expenses allowed as deduction) is  
8 amended by striking “50 percent” and inserting “80 per-  
9 cent”.

1       (b) CONFORMING AMENDMENT.—Section 274(n) of  
2 the Internal Revenue Code of 1986 is amended by striking  
3 paragraph (3).

4       (c) CLERICAL AMENDMENT.—The heading for sec-  
5 tion 274(n) of the Internal Revenue Code of 1986 is  
6 amended by striking “ONLY 50 PERCENT” and inserting  
7 “PORTION”.

8       (d) EFFECTIVE DATE.—The amendments made by  
9 this section shall apply to taxable years beginning after  
10 December 31, 2011.

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