

119TH CONGRESS
1ST SESSION

H. R. 1959

To amend the Internal Revenue Code of 1986 to protect small businesses from unemployment insurance premium increases by reason of unrepaid State advances.

IN THE HOUSE OF REPRESENTATIVES

MARCH 6, 2025

Ms. TENNEY (for herself and Mr. SMUCKER) 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 protect small businesses from unemployment insurance premium increases by reason of unrepaid State advances.

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. PROTECTION OF SMALL BUSINESS FROM UN-**
4 **EMPLOYMENT INSURANCE PREMIUM IN-**
5 **CREASES BY REASON OF UNREPAID STATE**
6 **ADVANCES.**

7 (a) IN GENERAL.—Section 3302(c) of the Internal
8 Revenue Code of 1986 is amended by adding at the end
9 the following new paragraph:

1 “(4) CREDITS OF SMALL BUSINESSES NOT RE-
2 DUCED BY REASON OF UNREPAID ADVANCES.—

3 “(A) IN GENERAL.—Paragraph (2) shall not
4 apply with respect to any specified small business.

5 “(B) SPECIFIED SMALL BUSINESS.—For pur-
6 poses of this paragraph, the term ‘specified small
7 business’ means any taxpayer if such taxpayer em-
8 ploys fewer than 500 employees as of the close of
9 the third quarter of the calendar year immediately
10 preceding the second consecutive January 1 referred
11 to in paragraph (2)(A)(i).”.

12 (b) EFFECTIVE DATE.—The amendment made by
13 this section shall apply to taxable years beginning after
14 the date of the enactment of this Act.

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