

## S 1908

A bill to amend the Internal Revenue Code of 1986 to clarify the employment tax treatment and reporting of wages paid by professional employer organization, and for other purposes.

**Congress:** 112 (2011–2013, Ended)

**Chamber:** Senate

**Policy Area:** Taxation

**Introduced:** Nov 18, 2011

**Current Status:** Read twice and referred to the Committee on Finance.

**Latest Action:** Read twice and referred to the Committee on Finance. (Nov 18, 2011)

**Official Text:** <https://www.congress.gov/bill/112th-congress/senate-bill/1908>

### Sponsor

**Name:** Sen. Grassley, Chuck [R-IA]

**Party:** Republican • **State:** IA • **Chamber:** Senate

### Cosponsors (5 total)

Cosponsor	Party / State	Role	Date Joined
Sen. Nelson, Bill [D-FL]	D · FL		Nov 18, 2011
Sen. Portman, Rob [R-OH]	R · OH		May 15, 2012
Sen. Pryor, Mark L. [D-AR]	D · AR		May 15, 2012
Sen. Bingaman, Jeff [D-NM]	D · NM		Jun 12, 2012
Sen. Conrad, Kent [D-ND]	D · ND		Nov 29, 2012

### Committee Activity

Committee	Chamber	Activity	Date
Finance Committee	Senate	Referred To	Nov 18, 2011

### Subjects & Policy Tags

**Policy Area:**

Taxation

### Related Bills

Bill	Relationship	Last Action
112 HR 2466	Related bill	<b>Jul 8, 2011:</b> Referred to the House Committee on Ways and Means.

## Summary (as of Nov 18, 2011)

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Amends the Internal Revenue Code to treat professional employer organizations (PEOs), certified by the Internal Revenue Service (IRS), as employers for employment tax purposes (thus allowing such PEOs to pay wages and collect and remit payroll taxes on behalf of an employer).

Sets forth IRS certification requirements for PEOs, including financial review and reporting requirements. Requires a PEO to post a bond each year, up to \$1 million, to guarantee payment of employment taxes.

## Actions Timeline

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- **Nov 18, 2011:** Introduced in Senate
- **Nov 18, 2011:** Read twice and referred to the Committee on Finance.