

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 | Jul 8, 2011: Referred to the House Committee on Ways and Means. |

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

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