

S 1020

Carried Interest Fairness Act of 2017

Congress: 115 (2017–2019, Ended)

Chamber: Senate

Policy Area: Taxation

Introduced: May 3, 2017

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

Latest Action: Read twice and referred to the Committee on Finance. (May 3, 2017)

Official Text: <https://www.congress.gov/bill/115th-congress/senate-bill/1020>

Sponsor

Name: Sen. Baldwin, Tammy [D-WI]

Party: Democratic • **State:** WI • **Chamber:** Senate

Cosponsors (13 total)

Cosponsor	Party / State	Role	Date Joined
Sen. Blumenthal, Richard [D-CT]	D · CT		May 3, 2017
Sen. Feinstein, Dianne [D-CA]	D · CA		May 3, 2017
Sen. Franken, Al [D-MN]	D · MN		May 3, 2017
Sen. Gillibrand, Kirsten E. [D-NY]	D · NY		May 3, 2017
Sen. Hirono, Mazie K. [D-HI]	D · HI		May 3, 2017
Sen. Kaine, Tim [D-VA]	D · VA		May 3, 2017
Sen. Manchin, Joe, III [D-WV]	D · WV		May 3, 2017
Sen. Merkley, Jeff [D-OR]	D · OR		May 3, 2017
Sen. Reed, Jack [D-RI]	D · RI		May 3, 2017
Sen. Warren, Elizabeth [D-MA]	D · MA		May 3, 2017
Sen. Whitehouse, Sheldon [D-RI]	D · RI		May 3, 2017
Sen. Duckworth, Tammy [D-IL]	D · IL		Jun 13, 2017
Sen. Booker, Cory A. [D-NJ]	D · NJ		Jun 21, 2017

Committee Activity

Committee	Chamber	Activity	Date
Finance Committee	Senate	Referred To	May 3, 2017

Subjects & Policy Tags

Policy Area:

Taxation

Related Bills

Bill	Relationship	Last Action
115 HR 5463	Related bill	Apr 10, 2018: Referred to the House Committee on Ways and Means.
115 HR 2295	Identical bill	May 2, 2017: Referred to the House Committee on Ways and Means.

Summary (as of May 3, 2017)

Carried Interest Fairness Act of 2017

This bill amends the Internal Revenue Code to: (1) set forth a special rule for the inclusion in gross income of partnership interests transferred in connection with the performance of services, (2) treat as ordinary income the net capital gain with respect to an investment services partnership interest except to the extent such gain is attributable to a partner's qualified capital interest, (3) exempt income from investment services partnership interests from treatment as qualifying income of a publicly traded partnership, (4) exempt certain family partnerships from the application of this bill; (5) increase the penalty for underpayments of tax resulting from failure to treat income from an investment services partnership interest as ordinary income, and (6) include income and loss from an investment services partnership interest for purposes of determining net earnings from self-employment and applicable self-employment taxes.

The bill defines "investment services partnership interest" as any interest in a partnership held by a person who provides services to a partnership by: (1) advising the partnership about investing in, purchasing, or selling specified assets; (2) managing, acquiring, or disposing of specified assets; or (3) arranging financing with respect to acquiring specified assets.

Actions Timeline

- **May 3, 2017:** Introduced in Senate
- **May 3, 2017:** Read twice and referred to the Committee on Finance.