

111TH CONGRESS  
1ST SESSION

# H. R. 2140

To amend the Internal Revenue Code of 1986 to modify the withholding requirement with respect to proceeds from certain pari-mutuel wagers.

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## IN THE HOUSE OF REPRESENTATIVES

APRIL 28, 2009

Mr. YARMUTH (for himself and Mr. BOUSTANY) introduced the following bill;  
which was referred to the Committee on Ways and Means

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## A BILL

To amend the Internal Revenue Code of 1986 to modify the withholding requirement with respect to proceeds from certain pari-mutuel wagers.

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. SHORT TITLE.**

4 This Act may be cited as the “Parimutuel Conformity  
5 and Equality Act of 2009”.

6 **SEC. 2. ELIMINATION OF WITHHOLDING REQUIREMENT**

7 **FOR PROCEEDS FROM PARIMUTUEL POOL**

8 **WAGERS.**

9 (a) IN GENERAL.—

1           (1) Subparagraph (C) of section 3402(q)(3) of  
2 the Internal Revenue Code of 1986 (relating to  
3 winnings which are subject to withholding) is  
4 amended—

5           (A) by striking clause (ii),

6           (B) by striking “, or” at the end of clause  
7 (i) and inserting a period, and

8           (C) by striking “(C) SWEEPSTAKES, WA-  
9 GERING POOLS, CERTAIN PARIMUTUEL POOLS”  
10 and all that follows through “(ii) a wager” and  
11 inserting the following:

12           “(C) SWEEPSTAKES, WAGERING POOLS,  
13 AND LOTTERIES.—Proceeds of more than  
14 \$5,000 from a wager”.

15           (2) Paragraph (5) of section 3402(q) of such  
16 Code (relating to exemption for bingo, keno, and slot  
17 machines) is amended—

18           (A) by inserting “proceeds from a wager-  
19 ing transaction in a parimutuel pool with re-  
20 spect to horse races, dog races, or jai alai, and”  
21 after “shall not apply to”, and

22           (B) by inserting “CERTAIN PARIMUTUEL  
23 POOLS,” before “BINGO” in the heading thereof.

1       (b) EFFECTIVE DATE.—The amendments made by  
2 this section shall apply to amounts paid after the date of  
3 the enactment of this Act.

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