

THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE RESOLUTION

No. 195 Session of 2021

INTRODUCED BY PHILLIPS-HILL, BARTOLOTTA, DiSANTO, CORMAN, MASTRIANO, MARTIN, DUSH, GEBHARD, BAKER, LAUGHLIN, BROOKS, SCAVELLO, REGAN, MENSCH, LANGERHOLC, J. WARD, PITTMAN, AUMENT AND STEFANO, OCTOBER 19, 2021

AS AMENDED, NOVEMBER 8, 2021

A RESOLUTION

1 Urging the Congress of the United States to oppose the proposal
2 to make an unnecessary and harmful change to Internal Revenue
3 Service reporting requirements that affect financial
4 institutions and their customers in this Commonwealth.

5 WHEREAS, The Biden Administration has proposed a change to
6 Internal Revenue Service reporting requirements that would
7 require financial institutions to report the total dollar amount
8 of incoming and outgoing transactions from each customer account
9 with gross inflows and outflows of more than \$600 in a tax year <--

10 IN COMMON AMOUNTS to the Internal Revenue Service; and <--

11 WHEREAS, Under the proposed reporting requirement, a
12 financial institution must report an itemization of physical
13 cash, transactions with foreign accounts and transfers to and
14 from another account with the same customer when the
15 transactions to and from the account have a gross total of more <--
16 than \$600 in a tax year AMOUNT THRESHOLD THAT WOULD COMMONLY <--

17 IMPOSE A SIGNIFICANT BURDEN ON ORDINARY CITIZENS AND SMALL
18 BUSINESSES; and

1       WHEREAS, The proposed reporting requirement would apply to  
2 personal or business savings, transactional, loan and investment  
3 accounts for a financial institution subject to the proposed  
4 reporting requirement; and

5       WHEREAS, It is not known how a financial institution would  
6 report the gross inflows and outflows for each customer account  
7 under the proposed reporting requirement; and

8       WHEREAS, Maintaining the privacy and security of customer  
9 account information is a primary goal of each financial  
10 institution in this Commonwealth; and

11       WHEREAS, The proposed reporting requirement could jeopardize  
12 the privacy and security of customer account information; and

13       WHEREAS, Financial institutions are already subject to many  
14 burdensome regulatory requirements; and

15       WHEREAS, The proposed reporting requirement would only  
16 exacerbate that burden, particularly for smaller financial  
17 institutions; therefore be it

18       RESOLVED, That the Senate of the Commonwealth of Pennsylvania  
19 urge the Congress of the United States to oppose the proposal to  
20 make an unnecessary and harmful change to Internal Revenue  
21 Service reporting requirements that affect financial  
22 institutions and their customers in this Commonwealth; and be it  
23 further

24       RESOLVED, That copies of this resolution be transmitted to  
25 all the following:

26           (1) The President of the United States.

27           (2) The President pro tempore of the United States  
28 Senate.

29           (3) The chairperson of the Committee on Finance of the  
30 United States Senate.

1           (4) The Speaker of the United States House of  
2 Representatives.

3           (5) The chairperson of the Committee on Ways and Means  
4 of the United States House of Representatives.

5           (6) Each member of Congress from Pennsylvania.