

*3% WITHHOLDING REPEAL DRAFT LETTER TEMPLATE FOR NASACT MEMBERS  
(Please feel free to modify and personalize)*

*Date*

The Honorable XXXX  
Unites States House of Representatives  
Washington, DC 20515

Dear Representative XXXX:

As state *auditor/comptroller/treasurer* of XXXX, I am writing to express my strong support for H.R. 674 and to request your co-sponsorship of this very important piece of legislation. H.R. 674 is a bipartisan bill that will repeal Sec. 511 of the Tax Increase Prevention and Reconciliation Act (TIPRA) of 2006 which mandates that governments withhold three percent on payments made for most goods and services, including Medicare payments and certain grants.

As a state finance official, I support enhanced transparency and tax compliance; however, I am very concerned about the impact this provision has on the current accounting and procurement systems in my state. Section 511 of TIPRA will impose an enormous burden on state and local governments, many of which do not have the current resources or capacity to implement this onerous and costly withholding provision.

Since the passage of Section 511, numerous legislative and regulatory provisions have been put into place to focus on increased tax compliance. The enclosure to this letter, put together by the Government Withholding Relief Coalition, provides a summary of such provisions.

I encourage you to support repeal of Section 511 and to visit the Government Withholding Relief Coalition's website at [www.withholdingrelief.com](http://www.withholdingrelief.com) to see the long list of government associations and businesses that support abolishing this troubling mandate.

Sincerely,

State Auditor/Comptroller/Treasurer