

117TH CONGRESS
2D SESSION

H. R. 6392

To amend the Internal Revenue Code of 1986 to deny the deduction for advertising and promotional expenses for prescription drugs.

IN THE HOUSE OF REPRESENTATIVES

JANUARY 13, 2022

Ms. SLOTKIN (for herself and Mr. TRONE) introduced the following bill; which was referred to the Committee on Ways and Means

A BILL

To amend the Internal Revenue Code of 1986 to deny the deduction for advertising and promotional expenses for prescription drugs.

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 “No Tax Breaks for
5 Drug Ads Act”.

6 **SEC. 2. DISALLOWANCE OF DEDUCTION FOR ADVERTISING**
7 **AND PROMOTIONAL EXPENSES FOR PRE-**
8 **SCRIPTION DRUGS.**

9 (a) IN GENERAL.—Part IX of subchapter B of chap-
10 ter 1 of subtitle A of the Internal Revenue Code of 1986

1 (relating to items not deductible) is amended by adding
2 at the end the following new section:

3 **“SEC. 280I. DISALLOWANCE OF DEDUCTION FOR DIRECT-**
4 **TO-CONSUMER ADVERTISING OF PRESCRIP-**
5 **TION DRUGS.**

6 “(a) IN GENERAL.—No deduction shall be allowed
7 under this chapter for expenses relating to direct-to-con-
8 sumer advertising of prescription drugs for any taxable
9 year.

10 “(b) DIRECT-TO-CONSUMER ADVERTISING.—For
11 purposes of this section, the term ‘direct-to-consumer ad-
12 vertising’ means any dissemination, by or on behalf of a
13 sponsor of a prescription drug product (as such term is
14 defined in section 735(3) of the Federal Food, Drug, and
15 Cosmetic Act), of an advertisement which—

16 “(1) is in regard to such prescription drug
17 product, and

18 “(2) primarily targeted to the general public,
19 including through—

20 “(A) publication in journals, magazines,
21 other periodicals, and newspapers,

22 “(B) broadcasting through media such as
23 radio, television, and telephone communication
24 systems, direct mail, and billboards, and

1 “(C) dissemination on the Internet or
2 through digital platforms (including social
3 media, mobile media, web applications, digital
4 applications, mobile applications, and electronic
5 applications).”.

6 (b) CONFORMING AMENDMENT.—The table of sec-
7 tions for such part IX of the Internal Revenue Code of
8 1986 is amended by adding after the item relating to sec-
9 tion 280H the following new item:

 “Sec. 280I. Disallowance of deduction for direct-to-consumer advertising of pre-
 scription drugs.”.

10 (c) EFFECTIVE DATE.—The amendments made by
11 this section shall apply to amounts paid or incurred after
12 the date of the enactment of this Act, in taxable years
13 ending after such date.

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