

115TH CONGRESS  
1ST SESSION

# S. 697

To amend the Internal Revenue Code of 1986 to lower the mileage threshold for deduction in determining adjusted gross income of certain expenses of members of reserve components of the Armed Forces, and for other purposes.

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## IN THE SENATE OF THE UNITED STATES

MARCH 22, 2017

Mr. DAINES introduced the following bill; which was read twice and referred to the Committee on Finance

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## A BILL

To amend the Internal Revenue Code of 1986 to lower the mileage threshold for deduction in determining adjusted gross income of certain expenses of members of reserve components of the Armed Forces, and for other purposes.

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 “Tax Relief for Guard  
5 and Reserve Training Act”.

1 **SEC. 2. REDUCTION OF MILEAGE THRESHOLD FOR DEDUC-**  
2 **TION IN DETERMINING ADJUSTED GROSS IN-**  
3 **COME.**

4 (a) IN GENERAL.—Subparagraph (E) of section  
5 62(a)(2) of the Internal Revenue Code of 1986 is amend-  
6 ed—

7 (1) by striking “100 miles” and inserting “50  
8 miles”, and

9 (2) by striking “for any period” and inserting  
10 “for any period (without regard to whether such pe-  
11 riod includes an overnight stay)”.

12 (b) EFFECTIVE DATE.—The amendments made by  
13 this section shall apply to taxable years beginning after  
14 December 31, 2016.

15 **SEC. 3. EXEMPTION FROM 2 PERCENT FLOOR ON MIS-**  
16 **CELLANEOUS ITEMIZED DEDUCTIONS.**

17 (a) IN GENERAL.—Subsection (b) of section 67 of the  
18 Internal Revenue Code of 1986 is amended—

19 (1) by striking “and” at the end of paragraph  
20 (11),

21 (2) by striking the period at the end of para-  
22 graph (12) and inserting “, and”, and

23 (3) by adding at the end the following new  
24 paragraph:

25 “(13) the deductions allowed by section 162  
26 which consist of expenses paid or incurred by the

1 taxpayer in connection with the performance of serv-  
2 ices by such taxpayer as a member of a reserve com-  
3 ponent of the Armed Forces of the United States for  
4 any period (without regard to whether such period  
5 includes an overnight stay) during which such indi-  
6 vidual is more than 50 miles away from home in  
7 connection with such services.”.

8 (b) EFFECTIVE DATE.—The amendments made by  
9 this section shall apply to taxable years beginning after  
10 December 31, 2016.

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