

118TH CONGRESS  
1ST SESSION

**S.** \_\_\_\_\_

To amend the Internal Revenue Code of 1986 to increase penalties for unauthorized disclosure of taxpayer information.

---

IN THE SENATE OF THE UNITED STATES

---

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

---

## **A BILL**

To amend the Internal Revenue Code of 1986 to increase penalties for unauthorized disclosure of taxpayer information.

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 “Increasing Rightful  
5 Sentences Act” or the “IRS Act”.

6 **SEC. 2. INCREASE IN PENALTIES FOR UNAUTHORIZED DIS-**  
7 **CLOSURES OF TAXPAYER INFORMATION.**

8 (a) IN GENERAL.—Paragraphs (1), (2), and (3) of  
9 section 7213(a) of the Internal Revenue Code of 1986 are  
10 each amended by striking “a fine in any amount not ex-

1 ceeding \$5,000, or imprisonment of not more than 5  
2 years” and inserting “, with respect to each person whose  
3 return or return information was disclosed, a fine in any  
4 amount not less than \$5,000 and not greater than  
5 \$10,000, or imprisonment of not more than 10 years”.

6 (b) SOLICITATION.—Paragraph (4) of section  
7 7213(a) of the Internal Revenue Code of 1986 is amended  
8 by striking “a fine in any amount not exceeding \$5,000,  
9 or imprisonment of not more than 5 years” and inserting  
10 “, with respect to each person whose return or return in-  
11 formation was received, a fine in any amount not less than  
12 \$5,000 and not greater than \$10,000, or imprisonment  
13 of not more than 10 years”.

14 (c) SHAREHOLDERS.—Paragraph (5) of section  
15 7213(a) of the Internal Revenue Code of 1986 is amended  
16 by striking “a fine in any amount not to exceed \$5,000,  
17 or imprisonment of not more than 5 years” and inserting  
18 “, with respect to each corporation or subsidiary thereof  
19 for which return or return information was disclosed, a  
20 fine in any amount not less than \$5,000 and not greater  
21 than \$10,000, or imprisonment of not more than 10  
22 years”.

23 (d) EFFECTIVE DATE.—The amendments made by  
24 this section shall apply to disclosures made after the date  
25 of the enactment of this Act.