

February 14, 2011

The Honorable Dave Camp
Chairman, Committee on Ways and Means
U.S. House of Representatives
1101 Longworth House Office Building
Washington, DC 20515

Dear Chairman Camp:

I am writing on behalf of the members of the American Bankers Association (ABA) to express our strong support for your efforts to fully repeal the new and burdensome Form 1099 reporting provision that was included in the Patient Protection and Affordable Care Act signed into law last year.

This provision would greatly expand current information reporting requirements and create new Form 1099 reporting for all payments made to corporations in excess of \$600 annually after December 31, 2011.

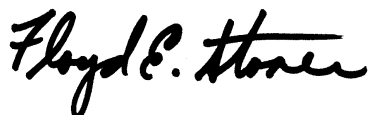
New regulations associated with this provision would put significant burdens and costs on businesses of all sizes by requiring them to develop, test, and implement system enhancements, conduct new training, draft new policies and procedures, perform costly and time-consuming client taxpayer identification number (TIN) solicitations, and impose unnecessary backup withholding on payments made to small businesses.

The costs of implementation and ongoing compliance will have no positive results for the reporting companies, as its sole purpose is resource information for the Internal Revenue Service. This burden would be counterproductive at any time, but it is especially so in this economic environment, when productivity is so important.

ABA urges you to consider and pass a full repeal of this provision well before the end of 2011, which will ensure that businesses are able to avoid taking the onerous steps necessary for compliance with this burdensome new reporting.

Thank you for your consideration of our comments and your work on this issue.

Sincerely,



Floyd E. Stoner

Cc: Members of the House Committee on Ways and Means