

119TH CONGRESS
1ST SESSION

H. R. 5595

To amend the Internal Revenue Code of 1986 to modify the tax on remittance transfers.

IN THE HOUSE OF REPRESENTATIVES

SEPTEMBER 26, 2025

Mr. MCGUIRE 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 modify
the tax on remittance transfers.

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 ““Requiring Excise for
5 Migrant Income Transfers Act” or the “REMIT Act”.”

6 **SEC. 2. MODIFICATION OF TAX ON REMITTANCE TRANS-**
7 **FERS.**

8 (a) INCREASE IN RATE OF TAX.—Section 4475(a) of
9 the Internal Revenue Code of 1986 is amended by striking
10 “1 percent” and inserting “15 percent”.

1 (b) EXCEPTION FOR REMITTANCE TRANSFERS SENT
2 BY CITIZENS AND NATIONALS OF THE UNITED STATES
3 THROUGH CERTAIN PROVIDERS.—Section 4475 of such
4 Code is amended by redesignating subsections (d) through
5 (f) as subsections (e) through (g), respectively, and by in-
6 serting after subsection (b) the following new subsection:

7 “(c) EXCEPTION FOR REMITTANCE TRANSFERS
8 SENT BY CITIZENS AND NATIONALS OF THE UNITED
9 STATES THROUGH CERTAIN PROVIDERS.—

10 “(1) IN GENERAL.—Subsection (a) shall not
11 apply to any remittance transfer with respect to
12 which the remittance transfer provider is a qualified
13 remittance transfer provider and the sender is a
14 verified United States sender.

15 “(2) QUALIFIED REMITTANCE TRANSFER PRO-
16 VIDER.—For purposes of this subsection, the term
17 ‘qualified remittance transfer provider’ means any
18 remittance transfer provider which enters into a
19 written agreement with the Secretary pursuant to
20 which such provider agrees to verify the status of
21 senders as citizens or nationals of the United States
22 in such manner, and in accordance with such proce-
23 dures, as the Secretary may specify.

24 “(3) VERIFIED UNITED STATES SENDER.—For
25 purposes of this subsection, the term ‘verified United

1 States sender’ means any sender who is verified by
 2 a qualified remittance transfer provider as being a
 3 citizen or national of the United States pursuant to
 4 an agreement described in paragraph (2).”.

5 (c) REFUNDABLE INCOME TAX CREDIT ALLOWED TO
 6 CITIZENS AND NATIONALS OF THE UNITED STATES FOR
 7 EXCISE TAX ON REMITTANCE TRANSFERS.—

8 (1) IN GENERAL.—Subpart C of part IV of sub-
 9 chapter A of chapter 1 of such Code is amended by
 10 inserting after section 36B the following new sec-
 11 tion:

12 **“SEC. 36C. CREDIT FOR EXCISE TAX ON REMITTANCE**
 13 **TRANSFERS OF CITIZENS AND NATIONALS OF**
 14 **THE UNITED STATES.**

15 “(a) IN GENERAL.—In the case of any individual,
 16 there shall be allowed as a credit against the tax imposed
 17 by this subtitle for any taxable year an amount equal to
 18 the aggregate amount of taxes paid by such individual
 19 under section 4475 during such taxable year.

20 “(b) SOCIAL SECURITY NUMBER REQUIREMENT.—

21 “(1) IN GENERAL.—No credit shall be allowed
 22 under this section unless the taxpayer includes on
 23 the return of tax for the taxable year—

24 “(A) the individual’s social security num-
 25 ber, and

1 “(B) if the individual is married, the social
2 security number of such individuals’s spouse.

3 “(2) SOCIAL SECURITY NUMBER.—For pur-
4 poses of this subsection, the term ‘social security
5 number’ has the meaning given such term in section
6 24(h)(7).

7 “(3) MARRIED INDIVIDUALS.—Rules similar to
8 the rules of section 32(d) shall apply to this section.

9 “(c) SUBSTANTIATION REQUIREMENTS.—No credit
10 shall be allowed under this section unless the taxpayer
11 demonstrates to the satisfaction of the Secretary that the
12 tax under section 4475 with respect to which such credit
13 is determined—

14 “(1) was paid by the taxpayer, and

15 “(2) is with respect to a remittance transfer
16 with respect to which the taxpayer provided to the
17 remittance transfer provider the certification and in-
18 formation referred to in section 6050BB(a)(2).

19 “(d) DEFINITIONS.—Any term used in this section
20 which is also used in section 4475 shall have the meaning
21 given such term in section 4475.

22 “(e) APPLICATION OF ANTI-CONDUIT RULES.—For
23 rules providing for the application of the anti-conduit rules
24 of section 7701(l) to remittance transfers, see section
25 4475(g).”.

1 (2) CONFORMING AMENDMENTS.—

2 (A) Section 6211(b)(4)(A) of such Code is
3 amended by inserting “36C,” after “36B,”.

4 (B) Section 6213(g)(2) of such Code is
5 amended by striking “and” at the end of sub-
6 paragraph (Z), by striking the period at the end
7 of subparagraph (AA) and inserting “, and”,
8 and by inserting after subparagraph (AA) the
9 following new subparagraph:

10 “(BB) an omission of a correct social secu-
11 rity number under section 36C(b) to be in-
12 cluded on a return.”.

13 (C) Section 1324(b)(2) of title 31, United
14 States Code, is amended by inserting “36C,”
15 after “36B,”.

16 (D) The table of sections for subpart C of
17 part IV of subchapter A of chapter 1 of the In-
18 ternal Revenue Code of 1986 is amended by in-
19 serting after the item relating to section 36B
20 the following new item:

“Sec. 36C. Credit for excise tax on remittance transfers of citizens and nation-
als of the United States.”.

21 (d) REPORTING BY REMITTANCE TRANSFER PRO-
22 VIDERS.—

1 (1) IN GENERAL.—Subpart B of part III of
2 subchapter A of chapter 61 of such Code is amended
3 by adding at the end the following new section:

4 **“SEC. 6050BB. RETURNS RELATING TO REMITTANCE**
5 **TRANSFERS.**

6 “(a) IN GENERAL.—Each remittance transfer pro-
7 vider shall make a return at such time as the Secretary
8 may provide setting forth—

9 “(1) in the case of a qualified remittance trans-
10 fer provider with respect to remittance transfers to
11 which section 4475(a) does not apply by reason of
12 section 4475(c), the aggregate number and value of
13 such transfers,

14 “(2) in the case of any remittance transfer not
15 described in paragraph (1) and with respect to
16 which the sender certifies to the remittance transfer
17 provider an intent to claim the credit under section
18 36C and provides the information described in para-
19 graph (1)—

20 “(A) the name, address, and social security
21 number of the sender,

22 “(B) the amount of tax paid by the sender
23 under section 4475(b)(1), and

1 “(C) the amount of tax remitted by the re-
 2 mittance transfer provider under section
 3 4475(b)(2), and

4 “(3) in the case of any remittance transfer not
 5 included under paragraph (1) or (2)—

6 “(A) the aggregate amount of tax paid
 7 under section 4475(b)(1) with respect to such
 8 transfers, and

9 “(B) the aggregate amount of tax remitted
 10 under section 4475(b)(2) with respect to such
 11 transfers.

12 “(b) STATEMENT TO BE FURNISHED TO NAMED
 13 PERSONS.—Every person required to make a return under
 14 subsection (a) shall furnish, at such time as the Secretary
 15 may provide, to each person whose name is required to
 16 be set forth in such return a written statement showing—

17 “(1) the name and address of the information
 18 contact of the required reporting person, and

19 “(2) the information described in subsection
 20 (a)(2) which relates to such person.

21 “(c) DEFINITIONS.—Any term used in this section
 22 which is also used in section 4475 shall have the meaning
 23 given such term in such section.”.

24 (2) PENALTIES.—Section 6724(d) of such Code
 25 is amended—

1 (A) in paragraph (1)(B), by striking “or”
 2 at the end of clause (xxviii), by striking “and”
 3 at the end of clause (xxix) and inserting “or”,
 4 and by adding at the end the following new
 5 clause:

6 “(xxx) section 6050BB(a) (relating to
 7 returns relating to remittance transfers),”,
 8 and

9 (B) in paragraph (2), by striking “or” at
 10 the end of subparagraph (LL), by striking the
 11 period at the end of subparagraph (MM) and
 12 inserting “, or”, and by inserting after subpara-
 13 graph (MM) the following new subparagraph:

14 “(NN) section 6050BB(b) (relating to
 15 statements relating to remittance transfers).”.

16 (3) CLERICAL AMENDMENT.—The table of sec-
 17 tions for subpart B of part III of subchapter A of
 18 chapter 61 of such Code is amended by adding at
 19 the end the following new item:

“Sec. 6050AA. Returns relating to remittance transfers.”.

20 (e) EFFECTIVE DATE.—

21 (1) IN GENERAL.—Except as otherwise pro-
 22 vided in this subsection, the amendments made by
 23 this section shall take effect as if included in section
 24 70604 of Public Law 119–21.

1 (2) TAX CREDIT.—The amendments made by
2 subsection (c) shall apply to taxable years ending
3 after December 31, 2025.

○