



National Association of Federal Credit Unions
3138 10th Street North • Arlington, Virginia • 22201-2149
703-522-4770 • 800-336-4644 • 703-522-0594

B. Dan Berger
Executive Vice President
Government Affairs

March 2, 2011

The Honorable John Boehner
Speaker
U.S. House of Representatives
Washington, D.C. 20515

The Honorable Nancy Pelosi
Minority Leader
U.S. House of Representatives
Washington, D.C. 20515

Re: Swift Passage of H.R. 4: The Small Business Paperwork Mandate Elimination Act of 2011

Dear Speaker Boehner and Minority Leader Pelosi:

On behalf of the National Association of Federal Credit Unions (NAFCU), the only trade association that exclusively represents the interests of our nation's federal credit unions, I urge you and your colleagues to take immediate action to consider and pass the *Small Business Paperwork Mandate Elimination Act of 2011* (H.R. 4).

As you know, the expanded 1099 reporting requirements contained in the *Patient Protection and Affordable Care Act* [PL 111-148] will undoubtedly increase compliance burdens for small businesses everywhere. Under current law, beginning in 2012, small businesses including credit unions are mandated to send a 1099 tax form to any vendor from which they purchase at least \$600 in goods and services. A copy of the 1099 would also have to go to the IRS, only adding to the mountain of paperwork this requirement will create.

Credit unions and other small businesses are the backbone of America's economy and should not be hampered by onerous new regulations that will require significant amounts of time and resources to comply with. For these reasons, NAFCU supports the passage of H.R. 4 to repeal this needless tax compliance burden.

If my staff or I can be of assistance to you, or if you have any questions regarding this issue, please feel free to contact myself, or NAFCU's Vice President of Legislative Affairs, Brad Thaler, at (703) 842-2204.

Sincerely,

B. Dan Berger
Executive Vice President, Government Affairs

cc: Members of the United States House of Representatives