



Construction Industry Round Table

Legislative News

A force for positive change in the design / construction industry

2/10/09 – Repeal of the 3% Withholding Requirement Sought in “Stimulus” Bill

In an attempt to focus immediate and direct support to businesses, the coalition working to repeal the 3 percent withholding provision, have asked in a letter that such a fix be included in the “stimulus” bill. The coalition contends that such a step would enable firms to retain more of their hard earned cash and thereby ward-off any lean times that could result in job reductions or even a company failing. Independent analysis (reported in CIRT stories) indicate that it would actually cost state and local governments more to monitor and implement the withholding requirement than the revenue process would bring to the federal treasury.