

117TH CONGRESS
2D SESSION

H. R. 7538

To provide the equivalent of a 6-month Federal income tax holiday for certain individuals.

IN THE HOUSE OF REPRESENTATIVES

APRIL 18, 2022

Mr. MOORE of Alabama introduced the following bill; which was referred to the Committee on Ways and Means

A BILL

To provide the equivalent of a 6-month Federal income tax holiday for certain individuals.

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. 6-MONTH FEDERAL INCOME TAX HOLIDAY FOR**

4 **CERTAIN INDIVIDUALS.**

5 (a) IN GENERAL.—In the case of any individual
6 (other than an estate or trust), the amount of tax other-
7 wise imposed under section 1 of the Internal Revenue
8 Code of 1986 for such taxpayer's first taxable year begin-
9 ning after December 31, 2021, shall be reduced by the
10 6-month Federal income tax holiday amount.

1 (b) 6-MONTH FEDERAL INCOME TAX HOLIDAY
 2 AMOUNT.—For purposes of this section, the term “6-
 3 month Federal income tax holiday amount” means, with
 4 respect to any taxpayer for any taxable year, 50 percent
 5 of the tax imposed under section 1 of the Internal Revenue
 6 Code of 1986 with respect to such taxpayer for such tax-
 7 able year (determined without regard to this section).

8 (c) PHASEOUT OF BENEFIT BASED ON ADJUSTED
 9 GROSS INCOME.—

10 (1) IN GENERAL.—If the adjusted gross income
 11 of any taxpayer for the taxpayer’s first taxable year
 12 beginning after December 31, 2021, exceeds the ap-
 13 plicable phaseout threshold, the 6-month Federal in-
 14 come tax holiday amount with respect to such tax-
 15 payer for such taxable year shall be reduced (but not
 16 below zero) by an amount which bears the same
 17 ratio to such amount as the applicable phaseout
 18 range bears to such excess.

19 (2) APPLICABLE PHASEOUT THRESHOLD.—For
 20 purposes of this subsection, the term “applicable
 21 phaseout threshold” means—

22 (A) in the case of a joint return or sur-
 23 viving spouse, \$83,550,

24 (B) in the case of a head of household,
 25 \$55,000, and

1 (C) in any other case, \$41,775.

2 (3) APPLICABLE PHASEOUT RANGE.—For pur-
3 poses of this subsection, the term “applicable phase-
4 out range” means—

5 (A) in the case of a joint return or sur-
6 viving spouse, \$20,000,

7 (B) in the case of a head of household,
8 \$13,380, and

9 (C) in any other case, \$10,000.

10 (d) CERTAIN TERMS.—Any term used in this section
11 which is also used in section 1 of the Internal Revenue
12 Code of 1986 shall have the same meaning when used in
13 this section as when used in such section 1.

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