

## HR 7300

Taxpayer Penalty Protection Act of 2018

**Congress:** 115 (2017–2019, Ended)

**Chamber:** House

**Policy Area:** Taxation

**Introduced:** Dec 13, 2018

**Current Status:** Referred to the House Committee on Ways and Means.

**Latest Action:** Referred to the House Committee on Ways and Means. (Dec 13, 2018)

**Official Text:** <https://www.congress.gov/bill/115th-congress/house-bill/7300>

### Sponsor

**Name:** Rep. Chu, Judy [D-CA-27]

**Party:** Democratic • **State:** CA • **Chamber:** House

### Cosponsors (5 total)

| Cosponsor                        | Party / State | Role | Date Joined  |
|----------------------------------|---------------|------|--------------|
| Rep. Davis, Danny K. [D-IL-7]    | D · IL        |      | Dec 13, 2018 |
| Rep. Doggett, Lloyd [D-TX-35]    | D · TX        |      | Dec 13, 2018 |
| Rep. Higgins, Brian [D-NY-26]    | D · NY        |      | Dec 13, 2018 |
| Rep. Larson, John B. [D-CT-1]    | D · CT        |      | Dec 13, 2018 |
| Rep. Sánchez, Linda T. [D-CA-38] | D · CA        |      | Dec 13, 2018 |

### Committee Activity

| Committee                | Chamber | Activity    | Date         |
|--------------------------|---------|-------------|--------------|
| Ways and Means Committee | House   | Referred To | Dec 13, 2018 |

### Subjects & Policy Tags

**Policy Area:**

Taxation

### Related Bills

*No related bills are listed.*

## **Taxpayer Penalty Protection Act of 2018**

This bill amends the Internal Revenue Code to establish a safe harbor to reduce the amount of estimated income tax that certain taxpayers are required to pay for 2018.

(Under current law, a penalty applies if taxpayers do not use either withholding or estimated tax payments to make a required annual payment before the end of the year. The required payment is the lesser of 90% of the tax for the taxable year or a specified percentage of the preceding year's tax.)

For 2018, the bill reduces the percentage of the preceding year's tax from 100% to 80%. For taxpayers with adjusted gross incomes for the preceding year that exceed \$150,000, the bill reduces the percentage from 110% to 100%.

## **Actions Timeline**

---

- **Dec 13, 2018:** Introduced in House
- **Dec 13, 2018:** Referred to the House Committee on Ways and Means.