

## HR 7870

### Tip Tax Termination Act

**Congress:** 118 (2023–2025, Ended)

**Chamber:** House

**Policy Area:** Taxation

**Introduced:** Apr 5, 2024

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

**Latest Action:** Referred to the House Committee on Ways and Means. (Apr 5, 2024)

**Official Text:** <https://www.congress.gov/bill/118th-congress/house-bill/7870>

### Sponsor

**Name:** Rep. Bacon, Don [R-NE-2]

**Party:** Republican • **State:** NE • **Chamber:** House

### Cosponsors

No cosponsors are listed for this bill.

### Committee Activity

Committee	Chamber	Activity	Date
Ways and Means Committee	House	Referred To	Apr 5, 2024

### Subjects & Policy Tags

#### Policy Area:

Taxation

### Related Bills

No related bills are listed.

### Summary (as of Apr 5, 2024)

### Tip Tax Termination Act

This bill excludes from gross income, for income tax purposes, eligible tips not exceeding \$20,000 in a taxable year. The bill defines *eligible tips* as amounts received by a taxpayer while performing services in a position that generally relies on tips as part of wages, including cosmetology, hospitality, and food service. This tax exclusion terminates with respect to tips received after 2028.

### Actions Timeline

- **Apr 5, 2024:** Introduced in House
- **Apr 5, 2024:** Referred to the House Committee on Ways and Means.