

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.