

114TH CONGRESS
1ST SESSION

H. R. 2842

To amend the Internal Revenue Code of 1986 to simplify individual income tax rates.

IN THE HOUSE OF REPRESENTATIVES

JUNE 18, 2015

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

A BILL

To amend the Internal Revenue Code of 1986 to simplify individual income tax rates.

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. SHORT TITLE.**

4 This Act may be cited as the “Individual Rate Sim-
5 plification Act of 2015”.

6 **SEC. 2. SIMPLIFIED INDIVIDUAL INCOME TAX RATES.**

7 (a) IN GENERAL.—Section 1(i) of the Internal Rev-
8 enue Code of 1986 is amended by striking paragraphs (2)
9 and (3), by redesignating paragraph (4) as paragraph (3),

1 and by inserting after paragraph (1) the following new
2 paragraph:

3 “(2) 20- AND 30-PERCENT RATE BRACKETS.—

4 “(A) IN GENERAL.—In the case of taxable
5 years beginning after December 31, 2015, the
6 rate of tax under subsections (a), (b), (c), and
7 (d) on taxable income which would (without re-
8 gard to this paragraph) be taxed at a rate over
9 15 percent shall be—

10 “(i) 20 percent on taxable income not
11 over \$1,000,000, and

12 “(ii) 30 percent on taxable income
13 over \$1,000,000.

14 “(B) INFLATION ADJUSTMENT.—In pre-
15 scribing the tables under subsection (f) which
16 apply with respect to taxable years beginning
17 after 2016, the \$1,000,000 amount in subpara-
18 graph (A) shall be increased by an amount
19 equal to—

20 “(i) such dollar amount, multiplied by

21 “(ii) the cost-of-living adjustment de-
22 termined under subsection (f)(3) for the
23 calendar year in which the taxable year be-
24 gins determined by substituting ‘calendar

1 year 2015’ for ‘calendar year 1992’ in sub-
2 paragraph (B) thereof.

3 If any adjustment under the preceding sentence
4 is not a multiple of \$100, such amount shall be
5 rounded to the next lowest multiple of \$100.”.

6 (b) EFFECTIVE DATE.—The amendments made by
7 this section shall apply to taxable years beginning after
8 December 31, 2015.

○