

.....  
(Original Signature of Member)

110TH CONGRESS  
1ST SESSION

**H. R.** \_\_\_\_\_

To amend the Internal Revenue Code of 1986 to adjust the estimated tax payment safe harbor based on income for the preceding year in the case of individuals with adjusted gross income greater than \$5 million.

\_\_\_\_\_  
IN THE HOUSE OF REPRESENTATIVES

Ms. NORTON introduced the following bill; which was referred to the Committee on \_\_\_\_\_

\_\_\_\_\_  
**A BILL**

To amend the Internal Revenue Code of 1986 to adjust the estimated tax payment safe harbor based on income for the preceding year in the case of individuals with adjusted gross income greater than \$5 million.

1 *Be it enacted by the Senate and House of Representa-*  
2 *tives of the United States of America in Congress assembled,*

1 **SECTION 1. ADJUSTMENT OF ESTIMATED TAX PAYMENT**  
2 **SAFE HARBOR FOR INDIVIDUAL TAXPAYERS**  
3 **WITH ADJUSTED GROSS INCOME GREATER**  
4 **THAN \$5 MILLION.**

5 (a) IN GENERAL.—Subparagraph (C) of section  
6 6654(d)(1) of the Internal Revenue Code of 1986 (relating  
7 to limitation on use of preceding year’s tax) is amended  
8 by redesignating clauses (ii) and (iii) as clauses (iii) and  
9 (iv), respectively, and by inserting after clause (i) the fol-  
10 lowing new clause:

11 “(ii) INDIVIDUAL ADJUSTED GROSS  
12 INCOME GREATER THAN \$5,000,000.—If the  
13 adjusted gross income shown on the return  
14 of the individual for such preceding taxable  
15 year exceeds \$5,000,000, clause (i) shall be  
16 applied by substituting ‘110.1’ for ‘110’ in  
17 the last row of the table therein.”.

18 (b) SEPARATE RETURNS.—Clause (iii) of section  
19 6654(d)(1)(C) of such Code, as redesignated by subsection  
20 (a), is amended by inserting “and clause (ii) shall be ap-  
21 plied by substituting ‘\$2,500,000’ for ‘\$5,000,000’ ” be-  
22 fore the period at the end.

23 (c) EFFECTIVE DATE.—The amendments made by  
24 this section shall apply to taxable years beginning after  
25 the date of the enactment of this Act.