

119TH CONGRESS
1ST SESSION

S. _____

To clarify the treatment of certain tips for purposes of the tax deduction
for qualified tips.

IN THE SENATE OF THE UNITED STATES

Mr. GALLEG0 introduced the following bill; which was read twice and referred
to the Committee on _____

A BILL

To clarify the treatment of certain tips for purposes of the
tax deduction for qualified tips.

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 “No Tax on Large
5 Party Tips Act”.

6 **SEC. 2. TREATMENT OF CERTAIN TIPS.**

7 (a) IN GENERAL.—For purposes of section
8 224(d)(2)(A) of the Internal Revenue Code of 1986—

9 (1) any tip automatically added to a customer’s
10 bill at the time of payment , and

- 1 (2) any tip that is a suggested tip prompted by
- 2 a business,
- 3 shall be treated as paid voluntarily.