



**DESCRIPTION OF THE CHAIRMAN’S AMENDMENT
 IN THE NATURE OF A SUBSTITUTE TO H.R. 3936,
 THE “TAX CUTS FOR WORKING FAMILIES ACT”**

The Chairman’s amendment in the nature of a substitute makes three changes to H.R. 3936, the “Tax Cuts for Working Families Act” (the “Act”).

The amendment in the nature of a substitute modifies the amount of the Act’s bonus guaranteed deduction in the case of a joint return or a surviving spouse such that it is twice the amount of the Act’s bonus guaranteed deduction as provided in section 63(c)(8)(B)(iii) (*i.e.*, the amount for filers that are not joint returns, surviving spouses, or heads of households).

The amendment in the nature of a substitute clarifies that the Act’s temporary increase in the guaranteed deduction by the amount of the bonus guaranteed deduction is not allowed in the case of a dependent with respect to whom the section 63(c)(5) limitation on the basic guaranteed deduction applies (*i.e.*, dependents for whom a deduction for a personal exemption is allowable to another taxpayer).

The amendment in the nature of a substitute also changes the word “subsection” in the Act’s effective date provision to “section.”

The amendment in the nature of a substitute is estimated to have the following effect on Federal fiscal year budget receipts:

Fiscal Years [1]												
[Millions of Dollars]												
<u>2023</u>	<u>2024</u>	<u>2025</u>	<u>2026</u>	<u>2027</u>	<u>2028</u>	<u>2029</u>	<u>2030</u>	<u>2031</u>	<u>2032</u>	<u>2033</u>	<u>2023-28</u>	<u>2023-33</u>
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[1] Estimate contains the following outlay effects:

<u>2023</u>	<u>2024</u>	<u>2025</u>	<u>2026</u>	<u>2027</u>	<u>2028</u>	<u>2029</u>	<u>2030</u>	<u>2031</u>	<u>2032</u>	<u>2033</u>	<u>2023-28</u>	<u>2023-33</u>
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