

116TH CONGRESS
2D SESSION

H. R. 7874

To temporarily provide a zero rate of Federal income tax on income properly attributable to the trade or business of home construction.

IN THE HOUSE OF REPRESENTATIVES

JULY 30, 2020

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

A BILL

To temporarily provide a zero rate of Federal income tax on income properly attributable to the trade or business of home construction.

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 “Construction Jobs
5 During Coronavirus Act”.

6 **SEC. 2. ZERO RATE OF FEDERAL INCOME TAX ON INCOME**
7 **PROPERLY ATTRIBUTABLE TO THE TRADE**
8 **OR BUSINESS OF HOME CONSTRUCTION.**

9 (a) IN GENERAL.—In the case of any specified tax-
10 able year of a taxpayer engaged in the trade or business

1 of home construction, the rate of tax imposed under sec-
2 tion 1 or 15 of the Internal Revenue Code of 1986 on
3 so much of the taxpayer’s taxable income as is properly
4 allocable to such trade or business shall be zero percent.

5 (b) TRADE OR BUSINESS OF HOME CONSTRU-
6 TION.—For purposes of this section, the term “trade or
7 business of home construction” means the trade or busi-
8 ness of constructing dwelling units in the United States.
9 Such term shall include the construction of components
10 of such dwelling units only if such construction is per-
11 formed at the location of the final assembly of such dwell-
12 ing unit. Such term shall not include any trade or business
13 if such trade or business consists of services rendered as
14 an employee.

15 (c) SPECIFIED TAXABLE YEAR.—For purposes of
16 this section, the term “specified taxable year” means any
17 taxable year beginning during the period beginning on
18 January 1, 2020, and ending on the date on which the
19 nationwide public health emergency declared under section
20 319 of the Public Health Service Act as a result of
21 COVID-19 ends.

22 (d) REGULATIONS.—The Secretary of the Treasury
23 (or the Secretary’s designee) shall issue such regulations
24 or other guidance as may be necessary or appropriate to
25 carry out this section, including regulations or other guid-

1 ance providing for the proper application of sections 1 and
2 15 of the Internal Revenue Code of 1986 to taxable in-
3 come to which subsection (a) of this section does not
4 apply.

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