

117TH CONGRESS  
1ST SESSION

# H. R. 685

To amend the Internal Revenue Code of 1986 to exempt a portion of unemployment compensation received during 2020 from income taxes.

---

## IN THE HOUSE OF REPRESENTATIVES

FEBRUARY 2, 2021

Mrs. AXNE (for herself, Mr. LEVIN of Michigan, Ms. ESHOO, Mr. PETERS, Mr. FOSTER, and Mr. KHANNA) 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 exempt a portion of unemployment compensation received during 2020 from income taxes.

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 “Coronavirus Unem-  
5 ployment Benefits Tax Relief Act”.

1 **SEC. 2. SUSPENSION OF TAX ON PORTION OF UNEMPLOY-**  
2 **MENT COMPENSATION.**

3 (a) **IN GENERAL.**—Section 85 of the Internal Rev-  
4 enue Code of 1986 is amended by adding at the end the  
5 following new subsection:

6 “(c) **SPECIAL RULE FOR 2020.**—In the case of any  
7 taxable year beginning in 2020, gross income shall not in-  
8 clude so much of the unemployment compensation received  
9 by an individual as does not exceed \$10,200.”.

10 (b) **EFFECTIVE DATE.**—The amendment made by  
11 this section shall apply to taxable years beginning after  
12 December 31, 2019.

○