

2023<sup>RD</sup> ASSEMBLY  
1<sup>ST</sup> SESSION

**HR 3**

IN THE  
**House of Commons**

---

FEBRUARY 4<sup>TH</sup> · THE GENTLEMEN, LEO CAVINDER,  
SUBMITS THE FOLLOWING BILL FOR  
CONSIDERATION; WHICH WAS REFERED TO THE  
COMMITTEE ON RULES & REFORM.

---

**A BILL TO**

Set a retirement exemption to those retired, established deductions, a process for Members who owe no amount to DOR, replacing the employment tax with a tax bucket policy, amends the filing of taxes process from DOR to the Members themselves, and makes poor oral care an infraction.

---

**TABLE OF PROVISIONS.**

|            |                                   |
|------------|-----------------------------------|
| SECTION 1. | TITLE.                            |
| SECTION 2. | RETIREMENT EXEMPTION.             |
| SECTION 3. | DEDUCTIONS.                       |
| SECTION 4. | MEMBERS WHO OWE NO AMOUNT TO DOR. |
| SECTION 5. | TAX BUCKET ON EMPLOYMENT TAX.     |
| SECTION 6. | FILING OF TAXES.                  |
| SECTION 7. | MIDYEAR AND EMPLOYMENT CHANGES.   |
| SECTION 8. | FORCED COLLECTION.                |

---

**B**E IT ENACTED *by this House of Commons with the advice and consent of the same, as follows:*

1 **SECTION 1. Title.**

2 This Act shall be cited as the “Tax Exemptions and  
3 Deductions Act (TEDA).”

4 **SECTION 2. Retirement exemption.**

5 (a) HCC § 2-11-7(a) is amended by adding the following:

6 “(4) A Member who is at or above the age of sixty  
7 (60).”

8 (b) The Clerk shall be authorized to make necessary  
9 technical corrections in HCC § 2-11-7.

10 (c) This Section shall take effect in the 2023 tax year.

11 **SECTION 3. Deductions.**

12 (a) A Member may get deductions on their taxes if they  
13 did one or more of the following:

14 (1) A Member can get a \$10 deduction if they  
15 purchased an electric toothbrush with a two-minute  
16 timer built in;

17 (2) A Member can get a \$75 deduction if they are in  
18 college full-time as a student;

19 (3) A Member can get a \$25 deduction if they own a  
20 small business and are employed as defined in  
21 HCC § 2-11-8(a)(2);

22 (4) A Member can get a \$55 deduction if they  
23 purchase a hybrid or electric vehicle; and

24 (5) A Member can get a \$60 deduction if they  
25 volunteer in the community for at least ten (10)  
26 hours per week.

27 (b) “*Deduction*” is defined as an amount that you can  
28 deduct from your House Services Taxes (HCC § 2-11-3)  
29 and Employment Tax (HCC § 2-11-5) to lower the amount  
30 of money you owe.

31 (c) “*Volunteer*” is defined as an act made that impacts  
32 those beyond the House of Commons, as an independent  
33 person, without compensation.

34 (d) This section of the Act shall be managed in accordance  
35 with HCC § 2-11-16 and shall take effect in the 2023 tax  
36 year.

37 (e) Deductions shall not be subject to a refund to Members  
38 should deductions reach an amount greater than what  
39 they owe to DOR.

40 (f) DOR shall have the right to require proof of purchase  
41 to qualify for the deduction.

42 **SECTION 4. Members who owe no amount to DOR.**

43 (a) A Member who does not owe any amount to DOR is  
44 not required to complete filing of their taxes.

45 (b) A Member must file any exemptions or deductions that  
46 they qualify for that reduces their amount to \$0.

47 (c) A Member must file their taxes if have any  
48 outstanding tax credits they want to collect.

49 (d) This section shall take effect immediately.

50 **SECTION 5. Tax bucket on employment tax.**

51 (a) Strike HCC § 2-11-5 and insert:

52           “(a) A Member’s net income shall be taxed at the  
53           following buckets:

54                   (1) Up to \$1,000 of net income shall be taxed  
55                   at 2%;

56                   (2) Up to \$10,000 of net income shall be  
57                   taxed at 3.5%

58                   (3) Up to \$15,000 of net income shall be  
59                   taxed at 5%; and

60                   (4) Up to \$30,000 and more of net income  
61                   shall be taxed at 7%.

62           (b) UNEMPLOYED.—A Member who is  
63           unemployed and does not qualify for an exemption  
64           shall not owe any amount to DOR.”

65   (b) This section of the Act shall take effect in the 2023 tax  
66   year.

67   **SECTION 6. Filing of taxes.**

68   (a) Strike HCC § 2-11-12 and insert:

69           “(a) Members shall be provided the resources to  
70           calculate how much they owe to DOR in accordance  
71           with HCC § 2-11-16.

72           (b) Members must postmark by January 31 of each  
73           year a signed form to DOR with:

74                   (1) the amount they owe or needing to be  
75                   refunded; and

76                   (2) their signature attesting accuracy subject  
77                   to penalty of perjury under HCC § 2-9-1.”

78   (b) This section of the Act shall take effect in the 2023 tax  
79   year.

80   **SECTION 7. Midyear and employment changes.**

81   Strike HCC § 2-11-10 and insert:

82           “(a) EMPLOYMENT.—Anyone employed for more  
83           than ninety (90) days of a calendar year and is no  
84           longer employed shall be considered as employed  
85           for the entire year for the purposes of tax  
86           calculations. Anyone employed for less than ninety  
87           (90) days of the calendar year and is no longer  
88           employed shall be considered as not employed for  
89           the entire year for the purposes of tax calculations.  
90           (b) AGE.—For tax purposes, Member shall be taxed  
91           at the age they were for the majority of the  
92           calendar year.”

93   **SECTION 8. Forced collection.**

94   (a) Amend HCC § 2-1-6(b) by striking “Treasurer of the  
95   House” and inserting “Department of Revenue.”

96   (b) Add the following subsections to HCC § 2-1-6:

97           “(e) A Member shall have their fines paid in full  
98           within sixty (60) days from the date they were  
99           issued.

100          (f) Members who fail to pay their fines within the  
101          requirements of subsection (e) shall be subject to  
102          forced collection, which shall be managed by the  
103          Department of Revenue.

104          (g) The Department of Revenue shall have the  
105          authority to:

106                  (1) withdraw funds from a bank account in  
107                  the Member’s name; and

108                  (2) sell assets in the Member's name.

109          (h) The Department of Revenue shall inform the  
110          Member when they have ten (10) days left to pay  
111          before the Member is subject to forced collection.”

112 (c) Strike HCC § 2-11-3(a)(2) and re-number section as  
113 necessary. Repeal HCC § 2-11-4.

---

*Speaker of the House Assent*