



TaxNewsFlash

United States



No. 2022-254

September 8, 2022

Legislative update: Senate Finance Committee leaders release text of retirement tax legislation

U.S. Senate Finance Committee Chairman Ron Wyden (D-OR) and ranking member Senator Mike Crapo (R-ID) today released, on a bipartisan basis, legislative text of the “Enhancing American Retirement Now (EARN) Act.”

The legislation unveiled today is the legislative text that reflects the bill that was approved by the Senate Finance Committee on June 22, 2022, using the committee’s “conceptual markup” process that allows the committee members to approve a detailed description of legislation that is later translated to legislative text. Read [TaxNewsFlash](#). The proposed legislation is intended to improve the retirement system and bolster retirement savings.

According to the Senate Finance Committee [press release](#), the EARN Act would:

- Encourage small businesses to adopt retirement plans
- Make it easier for part-time workers to participate in retirement plans
- Expand the saver’s credit for low and middle-income workers
- Allow penalty-free withdrawals during emergencies and family hardships such as natural disasters, domestic abuse, and terminal illness

Documents

- Read [text](#) [PDF 419 KB] of the bill
- Read a [section-by-section summary](#) [PDF 628 KB]
- Read a [Senate Finance Committee report](#) [PDF 7 MB] (237 pages) providing for each measure in the bill: (1) current law, (2) the reason for change, and (3) explanation of the provision

KPMG observation

The House previously approved a different package of retirement provisions (the “Securing a Strong Retirement Act of 2021”) on a bipartisan basis. Read [TaxNewsFlash](#) for background on prior Ways and Means Committee action.

kpmg.com/socialmedia



The information contained in TaxNewsFlash is not intended to be “written advice concerning one or more Federal tax matters” subject to the requirements of section 10.37(a)(2) of Treasury Department Circular 230, as the content of this document is issued for general informational purposes only, is intended to enhance the reader’s knowledge on the matters addressed therein, and is not intended to address the circumstances of any particular individual or entity. Although we endeavor to provide accurate and timely information, there can be no guarantee that such information is accurate as of the date it is received or that it will continue to be accurate in the future. No one should act on such information without appropriate professional advice after a thorough examination of the particular situation.

The KPMG name and logo are trademarks used under license by the independent member firms of the KPMG global organization.

KPMG International Limited is a private English company limited by guarantee and does not provide services to clients. No member firm has any authority to obligate or bind KPMG International or any other member firm vis-à-vis third parties, nor does KPMG International have any such authority to obligate or bind any member firm.

Direct comments, including requests for subscriptions, to [Washington National Tax](#). For more information, contact KPMG’s Federal Tax Legislative and Regulatory Services Group at + 1 202.533.4366, 1801 K Street NW, Washington, DC 20006-1301.

To unsubscribe from TaxNewsFlash-United States, reply to [Washington National Tax](#).

[Privacy](#) | [Legal](#)