

**AMENDMENT IN THE NATURE OF A SUBSTITUTE
TO H.R. 4691
OFFERED BY MR. CAMP OF MICHIGAN**

Strike all after the enacting clause and insert the following:

1 SECTION 1. SHORT TITLE.

2 This Act may be cited as the “Private Foundation
3 Excise Tax Simplification Act of 2014”.

**4 SEC. 2. MODIFICATION OF THE TAX RATE FOR THE EXCISE
5 TAX ON INVESTMENT INCOME OF PRIVATE
6 FOUNDATIONS.**

7 (a) IN GENERAL.—Section 4940(a) of the Internal
8 Revenue Code of 1986 is amended by striking “2 percent”
9 and inserting “1 percent”.

10 (b) ELIMINATION OF REDUCED TAX WHERE FOUN-
11 DATION MEETS CERTAIN DISTRIBUTION REQUIRE-
12 MENTS.—Section 4940 of such Code is amended by strik-
13 ing subsection (e).

14 (c) EFFECTIVE DATE.—The amendments made by
15 this section shall apply to taxable years beginning after
16 the date of the enactment of this Act.

