

105TH CONGRESS  
1ST SESSION

# S. 1014

To amend the Internal Revenue Code of 1986 to include liability to pay compensation under workmen's compensation acts within the rules relating to certain personal liability assignments.

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IN THE SENATE OF THE UNITED STATES

JULY 14, 1997

Mr. BAUCUS (for himself and Mr. GRASSLEY) introduced the following bill;  
which was read twice and referred to the Committee on Finance

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## A BILL

To amend the Internal Revenue Code of 1986 to include liability to pay compensation under workmen's compensation acts within the rules relating to certain personal liability assignments.

1       *Be it enacted by the Senate and House of Representa-*  
2       *tives of the United States of America in Congress assembled,*

1 **SECTION 1. ASSIGNMENT OF WORKMEN'S COMPENSATION**  
 2 **LIABILITY ELIGIBLE FOR EXCLUSION RELAT-**  
 3 **ING TO PERSONAL INJURY LIABILITY AS-**  
 4 **SIGNMENTS.**

5 (a) IN GENERAL.—Subsection (c) of section 130 of  
 6 the Internal Revenue Code of 1986 (relating to certain  
 7 personal injury liability assignments) is amended—

8 (1) by inserting “, or as compensation under  
 9 any workmen’s compensation act,” after “(whether  
 10 by suit or agreement)” in the material preceding  
 11 paragraph (1),

12 (2) by inserting “or the workmen’s compensa-  
 13 tion claim,” after “agreement,” in paragraph (1),  
 14 and

15 (3) by striking “section 104(a)(2)” in para-  
 16 graph (2)(D) and inserting “paragraph (1) or (2) of  
 17 section 104(a)”.

18 (b) EFFECTIVE DATE.—The amendment made by  
 19 subsection (a) shall apply to claims under workmen’s com-  
 20 pensation acts filed after the date of the enactment of this  
 21 Act.

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