

108TH CONGRESS  
1ST SESSION

# H. R. 2140

To amend the Internal Revenue Code of 1986 to exclude from gross income amounts received as damages (including punitive damages) on account of age discrimination.

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## IN THE HOUSE OF REPRESENTATIVES

MAY 15, 2003

Mr. PAUL introduced the following bill; which was referred to the Committee on Ways and Means

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## A BILL

To amend the Internal Revenue Code of 1986 to exclude from gross income amounts received as damages (including punitive damages) on account of age discrimination.

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. EXCLUSION FOR AMOUNTS RECEIVED AS DAM-**  
4 **AGES (INCLUDING PUNITIVE DAMAGES) ON**  
5 **ACCOUNT OF AGE DISCRIMINATION.**

6 (a) IN GENERAL.—Subsection (a) of section 104 of  
7 the Internal Revenue Code of 1986 (relating to compensa-  
8 tion for injuries or sickness) is amended by striking “and”  
9 at the end of paragraph (4), by striking the period at the

1 end of paragraph (5) and inserting “; and”, and by insert-  
2 ing after paragraph (5) the following new paragraph:

3 “(6) the amount of any damages (including pu-  
4 nitive damages) received (whether by suit or agree-  
5 ment and whether as lump sums or as periodic pay-  
6 ments) on account of age discrimination.”

7 (b) EFFECTIVE DATE.—The amendment made by  
8 subsection (a) shall apply to amounts received after the  
9 date of the enactment of this Act.

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