

108TH CONGRESS
2D SESSION

S. 2223

To expand the list of entities eligible to establish and maintain a qualified tuition program under section 529 of the Internal Revenue Code of 1986.

IN THE SENATE OF THE UNITED STATES

MARCH 23, 2004

Mr. DASCHLE introduced the following bill; which was read twice and referred to the Committee on Finance

A BILL

To expand the list of entities eligible to establish and maintain a qualified tuition program under section 529 of the Internal Revenue Code of 1986.

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. ADDITIONAL ELIGIBLE ENTITIES FOR QUALI-**
4 **FIED TUITION PROGRAMS.**

5 (a) IN GENERAL.—For purposes of section 529 of the
6 Internal Revenue Code of 1986, an eligible educational in-
7 stitution shall be deemed to include a corporation—

8 (1) which is a transferee corporation (within
9 the meaning of section 150(d)(3) of such Code) of

1 a corporation described in section 150(d) of such
2 Code, and

3 (2) a majority of the outstanding stock of which
4 is owned by an employee stock ownership plan (as
5 defined in section 4975(e)(7) of such Code).

6 (b) EFFECTIVE DATE.—Subsection (a) shall take ef-
7 fect with respect to any qualified tuition program estab-
8 lished after the date of the enactment of this Act.

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