

109TH CONGRESS  
1ST SESSION

# H. R. 1519

To help American families save, invest, and build a better future, and for  
other purposes.

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## IN THE HOUSE OF REPRESENTATIVES

APRIL 6, 2005

Mr. LARSON of Connecticut (for himself and Mr. EMANUEL) introduced the  
following bill; which was referred to the Committee on Ways and Means

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## A BILL

To help American families save, invest, and build a better  
future, and for other purposes.

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. SHORT TITLE.**

4       This Act may be cited as the “Better Future for  
5       American Families Act”.

6       **SEC. 2. MODIFICATIONS TO SAVER’S CREDIT.**

7       (a) SAVER’S CREDIT.—Section 25B of the Internal  
8       Revenue Code of 1986 is amended by striking the heading  
9       thereof and inserting “**THE SAVER’S CREDIT**”.

(b) MODIFICATIONS TO APPLICABLE PERCENT-  
AGE.—Subsection (b) of section 25B of the Internal Rev-  
enue Code of 1986 is amended to read as follows:

“(b) APPLICABLE PERCENTAGE.—For purposes of  
this section—

“(1) IN GENERAL.—The applicable percentage  
is 50 percent reduced (but not below zero) by 1 per-  
centage point for each phaseout amount by which  
the taxpayer’s adjusted gross income for the taxable  
year exceeds the threshold amount.

“(2) PHASEOUT AMOUNT; THRESHOLD  
AMOUNT.—The phaseout amount and the threshold  
amount shall be determined as follows:

“In the case of an individual filing:	The phaseout amount is:	The thresh- old amount is:
A joint return .....	\$400 .....	\$30,000
A head of household return .....	\$300 .....	\$22,500
Any other return .....	\$200 .....	\$15,000.”.

(c) REPEAL OF TERMINATION.—Section 25B of the  
Internal Revenue Code of 1986 is amended by striking  
subsection (h).

(d) CREDIT REFUNDABLE.—

(1) IN GENERAL.—Section 25B of the Internal  
Revenue Code of 1986, as amended by this Act, is  
hereby moved to subpart C of part IV of subchapter  
A of chapter 1 of such Code (relating to refundable  
credits) and inserted after section 35.

1 (2) CONFORMING AMENDMENTS.—

2 (A) Section 24(b)(3)(B) of such Code is  
3 amended by striking “sections 23 and 25B”  
4 and inserting “section 23”.

5 (B) Section 25(e)(1)(C) of such Code is  
6 amended by striking “25B,”.

7 (C) Section 26(a)(1) of such Code is  
8 amended by striking “sections 23, 24, and  
9 25B” and inserting “sections 23 and 24”.

10 (D) Section 25B of such Code, as moved  
11 by paragraph (1), is redesignated as section 36.

12 (E) Section 904(h) of such Code is amend-  
13 ed by striking “sections 23, 24, and 25B” and  
14 inserting “sections 23 and 24”.

15 (F) Section 1400C of such Code is amend-  
16 ed by striking “sections 23, 24, and 25B” and  
17 inserting “section 23 and 24”.

18 (G) The table of sections for subpart C of  
19 part IV of subchapter A of chapter 1 of such  
20 Code is amended by striking the item relating  
21 to section 36 and inserting the following:

“Sec. 36. The Saver’s Credit.

“Sec. 37. Overpayments of tax.”.

22 (H) The table of sections for subpart A of  
23 part IV of such Code is amended by striking  
24 the item relating to section 25B.

1                   (I) Section 1324(b)(2) of title 31, United  
2                   States Code, is amended by inserting “, or en-  
3                   acted by the Better Future for American Fami-  
4                   lies Act” before the period at the end.

5           (e) EFFECTIVE DATE.—The amendments made by  
6 this section shall apply to taxable years beginning after  
7 December 31, 2004.

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