

110TH CONGRESS
1ST SESSION

H. R. 527

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

IN THE HOUSE OF REPRESENTATIVES

JANUARY 17, 2007

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

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 “**SAVER’S CREDIT**”.

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

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

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

11 “(2) PHASEOUT AMOUNT; THRESHOLD
 12 AMOUNT.—The phaseout amount and the threshold
 13 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.”.

14 (c) CREDIT REFUNDABLE.—

15 (1) IN GENERAL.—Section 25B of the Internal
 16 Revenue Code of 1986, as amended by subsections
 17 (a) and (b), is hereby moved to subpart C of part
 18 IV of subchapter A of chapter 1 of such Code (relat-
 19 ing to refundable credits) and inserted after section
 20 35.

21 (2) CONFORMING AMENDMENTS.—

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

6 (C) Section 25D(c)(2) of such Code is
7 amended by striking “24, and 25B” and insert-
8 ing “and 24”.

12 (E) Section 25B of such Code, as moved
13 by paragraph (1), is redesignated as section 36.

14 (F) Section 904(i) of such Code is amend-
15 ed by striking “sections 23, 24, and 25B” and
16 inserting “sections 23 and 24”.

17 (G) Section 1400C of such Code is amend-
18 ed by striking “25B.”.

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

“Sec. 36. Saver’s Credit.

“Sec. 37. Overpayments of tax.”.

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

8 (d) EFFECTIVE DATE.—The amendments made by
9 this section shall apply to taxable years beginning after
10 December 31, 2006.

○