

112TH CONGRESS
1ST SESSION

H. R. 1768

To amend the Internal Revenue Code of 1986 to expand the Coverdell education savings accounts to allow home school education expenses, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

MAY 5, 2011

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

A BILL

To amend the Internal Revenue Code of 1986 to expand the Coverdell education savings accounts to allow home school education expenses, 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. ALLOWANCE OF HOME SCHOOL EXPENSES AS**
4 **QUALIFIED EDUCATION EXPENSES FOR PUR-**
5 **POSES OF A COVERDELL EDUCATION SAV-**
6 **INGS ACCOUNT.**

7 (a) IN GENERAL.—Paragraph (3) of section 530(b)
8 of the Internal Revenue Code of 1986 is amended by add-
9 ing at the end the following new subparagraph:

1 “(C) PRIVATE SCHOOL.—For purposes of
2 this section, the term ‘private school’ includes
3 any home school that meets the requirements of
4 State law applicable to such home schools,
5 whether or not such school is deemed a private
6 school for purposes of State law.”.

7 (b) EFFECTIVE DATE.—The amendment made by
8 this section shall apply to taxable years beginning after
9 December 31, 2010.

10 **SEC. 2. COVERDELL EDUCATION SAVINGS ACCOUNT CON-**
11 **TRIBUTIONS INDEXED TO INFLATION.**

12 (a) IN GENERAL.—Subsection (b) of section 530 of
13 the Internal Revenue Code of 1986 is amended by adding
14 at the end the following new paragraph:

15 “(5) ADJUSTMENT FOR INFLATION.—In the
16 case of a taxable year beginning in a calendar year
17 after 2010, the dollar amount in paragraph
18 (1)(A)(iii) shall be increased by an amount equal
19 to—

20 “(A) such amount, multiplied by

21 “(B) the cost-of-living adjustment deter-
22 mined under section 1(f)(3) for such calendar
23 year by substituting ‘calendar year 2009’ for
24 ‘calendar year 1992’ in subparagraph (B)
25 thereof.”.

1 (b) **EFFECTIVE DATE.**—The amendment made by
2 this section shall apply to taxable years beginning after
3 December 31, 2010.

4 **SEC. 3. EXPANSION OF EDUCATION SAVINGS INCENTIVES**
5 **MADE PERMANENT.**

6 Section 901 of the Economic Growth and Tax Relief
7 Reconciliation Act of 2001 is amended by adding at the
8 end the following new subsection:

9 “(c) **EXCEPTION.**—Subsection (a) shall not apply to
10 the amendments made by section 401.”.

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