

104TH CONGRESS
1ST SESSION

H. R. 691

To amend the Internal Revenue Code of 1986 to restore the 25 percent deduction for the health insurance costs of self-employed individuals for 1994 and to provide an 80 percent deduction for such costs beginning in 1995.

IN THE HOUSE OF REPRESENTATIVES

JANUARY 26, 1995

Mr. CARDIN 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 restore the 25 percent deduction for the health insurance costs of self-employed individuals for 1994 and to provide an 80 percent deduction for such costs beginning in 1995.

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. DEDUCTION FOR HEALTH INSURANCE COSTS**
4 **OF SELF-EMPLOYED INDIVIDUALS.**

5 (a) DEDUCTION MADE PERMANENT; 25 PERCENT
6 DEDUCTION FOR TAXABLE YEARS BEGINNING IN 1994.—

7 (1) IN GENERAL.—Subsection (l) of section 162
8 of the Internal Revenue Code of 1986 (relating to

1 special rules for health insurance costs of self-em-
2 ployed individuals) is amended by striking paragraph
3 (6).

4 (2) EFFECTIVE DATE.—The amendment made
5 by paragraph (1) shall apply to taxable years begin-
6 ning after December 31, 1993.

7 (b) DEDUCTION INCREASED TO 80 PERCENT.—

8 (1) IN GENERAL.—Paragraph (1) of section
9 162(l) of such Code is amended by striking “25 per-
10 cent” and inserting “80 percent”.

11 (2) EFFECTIVE DATE.—The amendment made
12 by paragraph (1) shall apply to taxable years begin-
13 ning after December 31, 1994.

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