

106TH CONGRESS
2D SESSION

H. R. 3674

To amend the Internal Revenue Code of 1986 to allow tax-free rollovers of amounts in one qualified State tuition program to another qualified State tuition program for the benefit of the same beneficiary.

IN THE HOUSE OF REPRESENTATIVES

FEBRUARY 16, 2000

Mr. TANCREDO (for himself, Ms. DEGETTE, Mr. UDALL of Colorado, Mr. MCINNIS, Mr. SCHAFFER, Mr. HEFLEY, and Mr. PAUL) 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 allow tax-free rollovers of amounts in one qualified State tuition program to another qualified State tuition program for the benefit of the same beneficiary.

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 “College Savings Oppor-
5 tunity Act”.

1 **SEC. 2. ROLLOVERS BETWEEN QUALIFIED STATE TUITION**
2 **PROGRAMS.**

3 (a) IN GENERAL.—Paragraph (3) of section 529(c)
4 of the Internal Revenue Code of 1986 (relating to tax
5 treatment of designated beneficiaries and contributors) is
6 amended by adding at the end the following new subpara-
7 graph:

8 “(E) ROLLOVER CONTRIBUTIONS.—Sub-
9 paragraph (A) shall not apply to any amount
10 paid or distributed from a qualified State tui-
11 tion program to the extent that the amount re-
12 ceived is paid, not later than the 60th day after
13 the date of such payment or distribution, into
14 another qualified State tuition program for the
15 benefit of the same beneficiary or a member of
16 the family (within the meaning of subsection
17 (e)(2)) of such beneficiary. The preceding sen-
18 tence shall not apply to any payment or dis-
19 tribution if it applied to any prior payment or
20 distribution during the 12-month period ending
21 on the date of the payment or distribution.”.

22 (b) EFFECTIVE DATE.—The amendment made by
23 subsection (a) shall apply to amounts paid or distributed
24 after the date of the enactment of this Act.

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