

107TH CONGRESS  
1ST SESSION

# H. R. 2631

To accelerate the repeal of the estate and generation-skipping transfer taxes  
and the reduction in the maximum gift tax rate.

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## IN THE HOUSE OF REPRESENTATIVES

JULY 25, 2001

Ms. DUNN of Washington (for herself and Mr. CRAMER) introduced the  
following bill; which was referred to the Committee on Ways and Means

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## A BILL

To accelerate the repeal of the estate and generation-skipping  
transfer taxes and the reduction in the maximum gift  
tax rate.

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. REPEAL OF ESTATE AND GENERATION-SKIP-**  
4 **PING TRANSFER TAXES ACCELERATED TO**  
5 **2007.**

6 (a) ESTATE TAX REPEAL.—Section 2210 of the In-  
7 ternal Revenue Code of 1986 (relating to termination) is  
8 amended—

9 (1) by striking “December 31, 2009” and in-  
10 serting “December 31, 2006” both places it appears,

1           (2) by striking “January 1, 2010” in subsection  
2           (b) and inserting “January 1, 2007”, and

3           (3) by striking “December 31, 2020” in sub-  
4           section (b)(1) and inserting “December 31, 2017”.

5           (b) GENERATION-SKIPPING TRANSFER TAX RE-  
6 PEAL.—Section 2664 of such Code (relating to termi-  
7 nation) is amended by striking “December 31, 2009” and  
8 inserting “December 31, 2006”.

9           (c) CONFORMING AMENDMENTS.—

10           (1) The table in section 2010(c) of such Code  
11 is amended—

12                   (A) by striking “, 2007, and 2008”, and

13                   (B) by striking the following:

                  “2009 ..... \$3,500,000.”.

14           (2) Section 1014(f) of such Code is amended by  
15 striking “December 31, 2009” and inserting “De-  
16 cember 31, 2006”.

17           (3) Section 1022 of such Code is amended—

18                   (A) by striking “December 31, 2009” in  
19 the heading and in subsection (a)(1) and insert-  
20 ing “December 31, 2006”, and

21                   (B) in subsection (d)(4)(A)—

22                           (i) by striking “2010” and inserting  
23 “2007”,

1 (ii) by striking “2009” in clause (ii)  
2 and inserting “2006”.

3 (4) The item in the table of sections for part  
4 II of subchapter O of chapter 1 of such Code relat-  
5 ing to section 1022 is amended by striking “Decem-  
6 ber 31, 2009” and inserting “December 31, 2006”.

7 (5) Section 501(d) of the Economic Growth and  
8 Tax Relief Reconciliation Act of 2001 (Public Law  
9 107–16) is amended by striking “December 31,  
10 2009” and inserting “December 31, 2006”.

11 (6) Section 901 of the Economic Growth and  
12 Tax Relief Reconciliation Act of 2001 (Public Law  
13 107–16) is amended—

14 (A) in subsection (a) by striking “shall not  
15 apply—” and all that follows and inserting  
16 “(other than title V) shall not apply to taxable,  
17 plan, or limitation years beginning after Decem-  
18 ber 31, 2010.”, and

19 (B) in subsection (b) by striking “, estates,  
20 gifts, and transfers”.

21 (d) EFFECTIVE DATE.—The amendments made by  
22 this section shall take effect on the date of the enactment  
23 of this Act.

1 **SEC. 2. ACCELERATION OF PHASEDOWN OF MAXIMUM ES-**  
 2 **TATE TAX RATE.**

3 (a) IN GENERAL.—Subparagraph (B) of section  
 4 2001(c)(2) of the Internal Revenue Code of 1986 (relating  
 5 to phasedown of maximum rate of tax) is amended to read  
 6 as follows:

7 “(B) MAXIMUM RATE.—

| <b>“In calendar year:</b> | <b>The maximum<br/>rate is:</b> |
|---------------------------|---------------------------------|
| 2002 .....                | 45 percent                      |
| 2003 .....                | 36 percent                      |
| 2004 .....                | 27 percent                      |
| 2005 .....                | 18 percent                      |
| 2006 .....                | 9 percent.”.                    |

8 (b) CONFORMING AMENDMENT.—Section  
 9 2001(c)(2)(A) of such Code is amended by striking “2002  
 10 and before 2010” and inserting “2001 and before 2007”.

11 (c) EFFECTIVE DATE.—The amendments made by  
 12 this section shall apply to the estates of decedents dying  
 13 after the date of the enactment of this Act.

14 **SEC. 3. ACCELERATION OF REDUCTION OF MAXIMUM GIFT**  
 15 **TAX RATE TO MAXIMUM INDIVIDUAL RATE.**

16 Paragraph (3) of section 511(f) of the Economic  
 17 Growth and Tax Relief Reconciliation Act of 2001 (Public  
 18 Law 107–16) is amended by striking “December 31,  
 19 2009” and inserting “December 31, 2006”.

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