

110TH CONGRESS
1ST SESSION

H. R. 115

To amend the Internal Revenue Code of 1986 to allow a credit against tax for expenses related to the collection and storage of umbilical cord blood.

IN THE HOUSE OF REPRESENTATIVES

JANUARY 4, 2007

Mrs. JO ANN DAVIS of Virginia 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 a credit against tax for expenses related to the collection and storage of umbilical cord blood.

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. CREDIT FOR COLLECTION AND STORAGE OF**
4 **UMBILICAL CORD BLOOD.**

5 (a) IN GENERAL.—Subpart A of part IV of sub-
6 chapter A of chapter 1 of the Internal Revenue Code of
7 1986 (relating to nonrefundable personal credits) is
8 amended by inserting after section 25D the following new
9 credit:

1 **“SEC. 25E. CREDIT FOR COLLECTION AND STORAGE OF UM-**
2 **BILICAL CORD BLOOD.**

3 “(a) ALLOWANCE OF CREDIT.—In the case of an eli-
4 gible individual, there shall be allowed as a credit against
5 the tax imposed by this chapter an amount equal to 50
6 percent of the qualified umbilical cord blood collection and
7 storage expenses paid or incurred by the taxpayer during
8 the taxable year.

9 “(b) LIMITATION.—The credit allowed under sub-
10 section (a) for any taxable year shall not exceed \$2,000.

11 “(c) QUALIFIED UMBILICAL CORD BLOOD COLLEC-
12 TION AND STORAGE EXPENSES.—For purposes of this
13 section—

14 “(1) IN GENERAL.—The term ‘qualified umbil-
15 ical cord blood collection and storage expenses’
16 means expenses directly related to the collection,
17 storage, and maintenance of umbilical cord blood
18 that is collected on the occasion of the birth of a
19 child of the taxpayer.

20 “(2) UMBILICAL CORD BLOOD.—The term ‘um-
21 bilical cord blood’ means—

22 “(A) the neonatal blood remaining in the
23 placenta and umbilical cord after separation of
24 the mother from the newborn baby, or

25 “(B) any other part of the umbilical cord.

1 “(d) **ELIGIBLE INDIVIDUAL.**—For purposes of this
2 section, the term ‘eligible individual’ means the mother of
3 the child referred to in subsection (c)(1). In the case of
4 a joint return, the taxpayer shall be treated as an eligible
5 individual if either spouse is an eligible individual.”.

6 (b) **CLERICAL AMENDMENT.**—The table of sections
7 for subpart A of part IV of subchapter A of chapter 1
8 of such Code is amended by inserting after the item relat-
9 ing to section 25D the following new item:

“Sec. 25E. Credit for collection and storage of umbilical cord blood.”.

10 (c) **EFFECTIVE DATE.**—The amendments made by
11 this section shall apply to taxable years beginning after
12 December 31, 2006.

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