

HR 1263

Small Business and Financial Institutions Tax Relief Act of 2001

Congress: 107 (2001–2003, Ended)

Chamber: House

Policy Area: Taxation

Introduced: Mar 28, 2001

Current Status: Referred to the House Committee on Ways and Means.

Latest Action: Referred to the House Committee on Ways and Means. (Mar 28, 2001)

Official Text: <https://www.congress.gov/bill/107th-congress/house-bill/1263>

Sponsor

Name: Rep. McInnis, Scott [R-CO-3]

Party: Republican • State: CO • Chamber: House

Cosponsors (8 total)

Cosponsor	Party / State	Role	Date Joined
Rep. DeGette, Diana [D-CO-1]	D · CO		Mar 28, 2001
Rep. Hefley, Joel [R-CO-5]	R · CO		Mar 28, 2001
Rep. Schaffer, Bob [R-CO-4]	R · CO		Mar 28, 2001
Rep. Tancredo, Thomas G. [R-CO-6]	R · CO		Mar 28, 2001
Rep. Udall, Mark [D-CO-2]	D · CO		Mar 28, 2001
Rep. Turner, Jim [D-TX-2]	D · TX		Apr 26, 2001
Rep. Nethercutt, George R., Jr. [R-WA-5]	R · WA		Jun 6, 2001
Rep. Latham, Tom [R-IA-5]	R · IA		Jul 11, 2001

Committee Activity

Committee	Chamber	Activity	Date
Ways and Means Committee	House	Referred To	Mar 28, 2001

Subjects & Policy Tags

Policy Area:

Taxation

Related Bills

Bill	Relationship	Last Action
107 HR 254	Related bill	Jan 31, 2001: Referred to the Subcommittee on Economic Development, Public Buildings and Emergency Management.

Summary (as of Mar 28, 2001)

Small Business and Financial Institutions Tax Relief Act of 2001 - Amends the Internal Revenue Code, with respect to S corporations, to, among other things: (1) permit a trust constituting an individual retirement account as an S corporation bank shareholder; (2) exclude certain investment income from the definition of passive income for an S corporation bank; (3) increase the maximum number of shareholders a small business organization may have to be eligible to elect S corporation treatment; (4) state that stock held by a bank director as required by banking regulations (director qualifying stock) shall not be considered a disqualifying second class of S corporation stock; (5) direct the Secretary of the Treasury to modify a certain regulation to permit an S corporation bank to treat certain bad debt deductions as built-in losses during the entire period during which the bank recognized built-in gains from changing its accounting method for recognizing bad debts from the reserve method to the charge-off method; (6) include all banks within the three-year deduction preference rule; (7) reduce from 100 percent to 90 percent the percentage of shares held by shareholders necessary for consent to election by a small business organization to be an S corporation; (8) revise exceptions to the criteria for the treatment of certain wholly owned subchapter S subsidiaries with reference to required information returns; and (9) permit S corporations to make charitable contributions of inventory and scientific property.

Actions Timeline

- **Mar 28, 2001:** Introduced in House
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