

HR 167

To amend the Internal Revenue Code of 1986 to allow unused benefits from cafeteria plans to be carried over into later years and used for health care reimbursement rollover accounts and certain other plans, arrangements, or accounts.

Congress: 107 (2001–2003, Ended)

Chamber: House

Policy Area: Taxation

Introduced: Jan 3, 2001

Current Status: Referred to the Subcommittee on Health.

Latest Action: Referred to the Subcommittee on Health. (Feb 7, 2001)

Official Text: <https://www.congress.gov/bill/107th-congress/house-bill/167>

Sponsor

Name: Rep. Royce, Edward R. [R-CA-39]

Party: Republican • **State:** CA • **Chamber:** House

Cosponsors (7 total)

Cosponsor	Party / State	Role	Date Joined
Rep. Dreier, David [R-CA-28]	R · CA		Jan 3, 2001
Rep. Burton, Dan [R-IN-6]	R · IN		Jan 31, 2001
Rep. Duncan, John J., Jr. [R-TN-2]	R · TN		Jan 31, 2001
Rep. Hastings, Doc [R-WA-4]	R · WA		Jan 31, 2001
Rep. Paul, Ron [R-TX-14]	R · TX		Jan 31, 2001
Rep. Smith, Christopher H. [R-NJ-4]	R · NJ		Jan 31, 2001
Rep. Weldon, Dave [R-FL-15]	R · FL		Mar 1, 2001

Committee Activity

Committee	Chamber	Activity	Date
Ways and Means Committee	House	Referred to	Feb 7, 2001

Subjects & Policy Tags

Policy Area:

Taxation

Related Bills

No related bills are listed.

Summary (as of Jan 3, 2001)

Amends the Internal Revenue Code to permit: (1) annual carryover of up to \$3000 of unused benefits under cafeteria plans or flexible spending or similar arrangements; and (2) in lieu of a carryover, such amount to be rolled over as nontaxable income when transferred to certain retirement plans, a medical savings account, an education individual retirement account, or health care reimbursement rollover account. Authorizes an annual cost-of-living adjustment to the \$3000 limit.

Exempts a health care reimbursement rollover account from Federal income tax unless such account ceases to be that type of account. Subjects such account to taxation on unrelated business income. Outlines account qualification requirements. Considers as nontaxable income any amounts paid out of such accounts when used exclusively for qualified medical expenses, while considering as taxable any amounts used otherwise. Excludes account funds from estate taxes. Considers the transfer of such an account to a designated beneficiary as if the beneficiary were the original account holder. Authorizes the Secretary of the Treasury to require from an account trustee appropriate reports concerning account contributions, distributions, and related matters.

Actions Timeline

- **Feb 7, 2001:** Referred to the Subcommittee on Health.
- **Jan 3, 2001:** Introduced in House
- **Jan 3, 2001:** Introduced in House
- **Jan 3, 2001:** Referred to the House Committee on Ways and Means.