

HR 3111

Employee Stock Ownership Plan Promotion and Improvement Act of 2005

Congress: 109 (2005–2007, Ended)

Chamber: House

Policy Area: Taxation

Introduced: Jun 29, 2005

Current Status: Referred to the Subcommittee on Trade.

Latest Action: Referred to the Subcommittee on Trade. (Jul 1, 2005)

Official Text: <https://www.congress.gov/bill/109th-congress/house-bill/3111>

Sponsor

Name: Rep. Johnson, Nancy L. [R-CT-5]

Party: Republican • State: CT • Chamber: House

Cosponsors (15 total)

Cosponsor	Party / State	Role	Date Joined
Rep. Jefferson, William J. [D-LA-2]	D · LA		Jun 29, 2005
Rep. McCrery, Jim [R-LA-4]	R · LA		Jun 29, 2005
Rep. Goode, Virgil H., Jr. [R-VA-5]	R · VA		Jul 12, 2005
Rep. Foley, Mark [R-FL-16]	R · FL		Jul 20, 2005
Rep. Case, Ed [D-HI-2]	D · HI		Jul 21, 2005
Rep. Alexander, Rodney [R-LA-5]	R · LA		Jul 27, 2005
Rep. Melancon, Charlie [D-LA-3]	D · LA		Sep 20, 2005
Rep. Cantor, Eric [R-VA-7]	R · VA		Sep 27, 2005
Rep. Brown, Henry E., Jr. [R-SC-1]	R · SC		Sep 29, 2005
Rep. Baker, Richard H. [R-LA-6]	R · LA		Oct 6, 2005
Rep. Royce, Edward R. [R-CA-40]	R · CA		Nov 4, 2005
Rep. Ryan, Paul [R-WI-1]	R · WI		Feb 14, 2006
Rep. Goodlatte, Bob [R-VA-6]	R · VA		Feb 15, 2006
Rep. Lewis, Ron [R-KY-2]	R · KY		Sep 20, 2006
Rep. Murphy, Tim [R-PA-18]	R · PA		Sep 27, 2006

Committee Activity

Committee	Chamber	Activity	Date
Ways and Means Committee	House	Referred to	Jul 1, 2005

Subjects & Policy Tags

Policy Area:

Taxation

Related Bills

Bill	Relationship	Last Action
109 S 1319	Identical bill	Jun 28, 2005: Read twice and referred to the Committee on Finance.

Summary (as of Jun 29, 2005)

Employee Stock Ownership Plan Promotion and Improvement Act of 2005 - Amends the Internal Revenue Code to: (1) exempt certain distributions, including dividends, by S corporations to an employee stock ownership plan (ESOP) from the penalty tax for premature employee benefit plan withdrawals; (2) exempt deductions for ESOP dividends from corporate alternative minimum tax adjustments based on adjusted earnings and profits; (3) allow deferral of the recognition of gain for certain sales to ESOPs sponsored by any domestic corporation, including S corporations; (4) allow reinvestment of ESOP stock proceeds eligible for nonrecognition of gain in certain mutual funds; (5) modify certain ESOP stock ownership rules; (6) allow early distributions from an ESOP for higher education expenses and first-time homebuyer purchases without penalty; and (7) allow a *de minimis* exception from pension plan diversification requirements for ESOP accounts with balances of \$2,500 or less.

Actions Timeline

- **Jul 1, 2005:** Referred to the Subcommittee on Trade.
- **Jun 29, 2005:** Introduced in House
- **Jun 29, 2005:** Introduced in House
- **Jun 29, 2005:** Referred to the House Committee on Ways and Means.