

HR 4421

S Corporation Reform Act of 2005

Congress: 109 (2005–2007, Ended)

Chamber: House

Policy Area: Taxation

Introduced: Nov 18, 2005

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

Latest Action: Referred to the House Committee on Ways and Means. (Nov 18, 2005)

Official Text: <https://www.congress.gov/bill/109th-congress/house-bill/4421>

Sponsor

Name: Rep. Shaw, E. Clay, Jr. [R-FL-22]

Party: Republican • State: FL • Chamber: House

Cosponsors (6 total)

Cosponsor	Party / State	Role	Date Joined
Rep. Ramstad, Jim [R-MN-3]	R · MN		Nov 18, 2005
Rep. English, Phil [R-PA-3]	R · PA		Mar 9, 2006
Rep. Hayworth, J. D. [R-AZ-5]	R · AZ		Apr 4, 2006
Rep. Lewis, Ron [R-KY-2]	R · KY		May 2, 2006
Rep. Neugebauer, Randy [R-TX-19]	R · TX		May 2, 2006
Rep. Akin, W. Todd [R-MO-2]	R · MO		Sep 29, 2006

Committee Activity

Committee	Chamber	Activity	Date
Ways and Means Committee	House	Referred To	Nov 18, 2005

Subjects & Policy Tags

Policy Area:

Taxation

Related Bills

Bill	Relationship	Last Action
109 S 3838	Related bill	Aug 3, 2006: Read twice and referred to the Committee on Finance. (text of measure as introduced: CR S8852-8855)

S Corporation Reform Act of 2005 - Amends the Internal Revenue Code to revise the tax treatment of S corporations, including by: (1) reducing from 10 to 7 years the the period during which S corporation built-in gains are subject to tax; (2) allowing S corporations to issue preferred stock and convertible debt instruments; (3) repealing restrictions on S corporation passive income deemed excessive; (4) allowing S corporations to increase passive investment income from 25% to 60% without incurring additional tax; (5) providing a rule for the adjustment of the basis of S corporation stock for certain charitable contributions; (6) allowing nonresident aliens and individual retirement accounts to hold stock in S corporations; and (7) revising rules for the waiver of inadvertent invalid elections or terminations of S corporation status.

Actions Timeline

- **Nov 18, 2005:** Introduced in House
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