

S 3063

S Corporation Modernization Act of 2008

Congress: 110 (2007–2009, Ended)

Chamber: Senate

Policy Area: Taxation

Introduced: May 22, 2008

Current Status: Read twice and referred to the Committee on Finance.

Latest Action: Read twice and referred to the Committee on Finance. (May 22, 2008)

Official Text: <https://www.congress.gov/bill/110th-congress/senate-bill/3063>

Sponsor

Name: Sen. Lincoln, Blanche L. [D-AR]

Party: Democratic • State: AR • Chamber: Senate

Cosponsors (4 total)

Cosponsor	Party / State	Role	Date Joined
Sen. Cardin, Benjamin L. [D-MD]	D · MD		May 22, 2008
Sen. Hatch, Orrin G. [R-UT]	R · UT		May 22, 2008
Sen. Smith, Gordon H. [R-OR]	R · OR		May 22, 2008
Sen. Snowe, Olympia J. [R-ME]	R · ME		Jun 5, 2008

Committee Activity

Committee	Chamber	Activity	Date
Finance Committee	Senate	Referred To	May 22, 2008

Subjects & Policy Tags

Policy Area:

Taxation

Related Bills

Bill	Relationship	Last Action
110 HR 4840	Related bill	Dec 19, 2007: Referred to the House Committee on Ways and Means.
110 S 349	Related bill	Jan 22, 2007: Placed on Senate Legislative Calendar under General Orders. Calendar No. 10.

S Corporation Modernization Act of 2008 - Amends the Internal Revenue Code to revise the tax treatment of S corporations by: (1) reducing from 10 to seven years the period during which S corporation built-in gains are subject to tax; (2) repealing mandatory termination of S corporation elections for excessive passive investment income; (3) allowing S corporations to increase passive investment income from 25 to 60% without incurring additional tax; (4) allowing nonresident aliens to be potential current beneficiaries of an electing small business trust (ESBT); (5) allowing individual retirement accounts (IRAs) to be S corporation shareholders; and (6) allowing ESBTs to claim expanded charitable tax deductions.

Actions Timeline

- **May 22, 2008:** Introduced in Senate
- **May 22, 2008:** Sponsor introductory remarks on measure. (CR S4803)
- **May 22, 2008:** Read twice and referred to the Committee on Finance.