

S 1612

Employee Stock Ownership Plan Promotion and Improvement Act of 2009

Congress: 111 (2009–2011, Ended)

Chamber: Senate

Policy Area: Taxation

Introduced: Aug 6, 2009

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

Latest Action: Read twice and referred to the Committee on Finance. (Aug 6, 2009)

Official Text: <https://www.congress.gov/bill/111th-congress/senate-bill/1612>

Sponsor

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

Party: Democratic • **State:** AR • **Chamber:** Senate

Cosponsors (9 total)

Cosponsor	Party / State	Role	Date Joined
Sen. Landrieu, Mary L. [D-LA]	D · LA		Aug 6, 2009
Sen. Leahy, Patrick J. [D-VT]	D · VT		Sep 10, 2009
Sen. Crapo, Mike [R-ID]	R · ID		Sep 15, 2009
Sen. Whitehouse, Sheldon [D-RI]	D · RI		Sep 29, 2009
Sen. Chambliss, Saxby [R-GA]	R · GA		Oct 27, 2009
Sen. Cantwell, Maria [D-WA]	D · WA		Nov 10, 2009
Sen. Isakson, Johnny [R-GA]	R · GA		Nov 17, 2009
Sen. Sanders, Bernard [I-VT]	I · VT		Mar 11, 2010
Sen. Snowe, Olympia J. [R-ME]	R · ME		Jul 26, 2010

Committee Activity

Committee	Chamber	Activity	Date
Finance Committee	Senate	Referred To	Aug 6, 2009

Subjects & Policy Tags

Policy Area:

Taxation

Related Bills

Bill	Relationship	Last Action
111 HR 5207	Related bill	May 5, 2010: Referred to House Small Business

Employee Stock Ownership Plan Promotion and Improvement Act of 2009 - 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; and (5) modify certain ESOP stock ownership rules.

Amends the Small Business Act to allow a majority-owned ESOP business concern to continue to qualify for loans, preferences, and other programs under such Act.

Actions Timeline

- **Aug 6, 2009:** Introduced in Senate
- **Aug 6, 2009:** Read twice and referred to the Committee on Finance.