

## HR 2910

S Corporation Modernization Act of 2009

**Congress:** 111 (2009–2011, Ended)

**Chamber:** House

**Policy Area:** Taxation

**Introduced:** Jun 17, 2009

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

**Latest Action:** Referred to the House Committee on Ways and Means. (Jun 17, 2009)

**Official Text:** <https://www.congress.gov/bill/111th-congress/house-bill/2910>

### Sponsor

**Name:** Rep. Kind, Ron [D-WI-3]

**Party:** Democratic • **State:** WI • **Chamber:** House

### Cosponsors (5 total)

Cosponsor	Party / State	Role	Date Joined
Rep. Herger, Wally [R-CA-2]	R · CA		Jun 17, 2009
Rep. Reichert, David G. [R-WA-8]	R · WA		Jun 17, 2009
Rep. Schwartz, Allyson Y. [D-PA-13]	D · PA		Jun 17, 2009
Rep. Petri, Thomas E. [R-WI-6]	R · WI		Jul 10, 2009
Rep. Tiberi, Patrick J. [R-OH-12]	R · OH		Jun 30, 2010

### Committee Activity

Committee	Chamber	Activity	Date
Ways and Means Committee	House	Referred To	Jun 17, 2009

### Subjects & Policy Tags

**Policy Area:**

Taxation

### Related Bills

Bill	Relationship	Last Action
111 S 996	Identical bill	May 7, 2009: Read twice and referred to the Committee on Finance.

S Corporation Modernization Act of 2009 - Amends the Internal Revenue Code to revise the tax treatment of S corporations by: (1) permanently reducing from 10 to 7 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; (6) allowing ESBTs to claim expanded charitable tax deductions; and (7) making permanent the rule requiring a basis adjustment to stock of an S corporation making charitable contributions of property.

#### **Actions Timeline**

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- **Jun 17, 2009:** Introduced in House
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