

HR 1478

S Corporation Modernization Act of 2011

Congress: 112 (2011–2013, Ended)

Chamber: House

Policy Area: Taxation

Introduced: Apr 12, 2011

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

Latest Action: Referred to the House Committee on Ways and Means. (Apr 12, 2011)

Official Text: <https://www.congress.gov/bill/112th-congress/house-bill/1478>

Sponsor

Name: Rep. Reichert, David G. [R-WA-8]

Party: Republican • **State:** WA • **Chamber:** House

Cosponsors (7 total)

Cosponsor	Party / State	Role	Date Joined
Rep. Kind, Ron [D-WI-3]	D · WI		Apr 12, 2011
Rep. Herger, Wally [R-CA-2]	R · CA		Aug 30, 2011
Rep. Schwartz, Allyson Y. [D-PA-13]	D · PA		Oct 31, 2011
Rep. Tiberi, Patrick J. [R-OH-12]	R · OH		Dec 8, 2011
Rep. Sessions, Pete [R-TX-32]	R · TX		May 15, 2012
Rep. Paulsen, Erik [R-MN-3]	R · MN		May 16, 2012
Rep. Neal, Richard E. [D-MA-2]	D · MA		Jul 11, 2012

Committee Activity

Committee	Chamber	Activity	Date
Ways and Means Committee	House	Referred To	Apr 12, 2011

Subjects & Policy Tags

Policy Area:

Taxation

Related Bills

No related bills are listed.

S Corporation Modernization Act of 2011 - Amends the Internal Revenue Code to revise the tax treatment of S corporations by: (1) permanently reducing from 10 to 5 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

- **Apr 12, 2011:** Introduced in House
- **Apr 12, 2011:** Referred to the House Committee on Ways and Means.