

HR 5875

SAVE Act of 2014

Congress: 113 (2013–2015, Ended)

Chamber: House

Policy Area: Taxation

Introduced: Dec 11, 2014

Current Status: Referred to the Committee on Ways and Means, and in addition to the Committee on Education and the W

Latest Action: Referred to the Committee on Ways and Means, and in addition to the Committee on Education and the Workforce, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned. (Dec 11, 2014)

Official Text: <https://www.congress.gov/bill/113th-congress/house-bill/5875>

Sponsor

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

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

Cosponsors (1 total)

Cosponsor	Party / State	Role	Date Joined
Rep. Reichert, David G. [R-WA-8]	R · WA		Dec 11, 2014

Committee Activity

Committee	Chamber	Activity	Date
Education and Workforce Committee	House	Referred To	Dec 11, 2014
Ways and Means Committee	House	Referred To	Dec 11, 2014

Subjects & Policy Tags

Policy Area:

Taxation

Related Bills

Bill	Relationship	Last Action
113 HR 4376	Related bill	Jun 13, 2014: Referred to the Subcommittee on Health, Employment, Labor, and Pensions.
113 S 1970	Related bill	Jan 29, 2014: Read twice and referred to the Committee on Finance.
113 HR 2171	Related bill	Jul 8, 2013: Referred to the Subcommittee on Health, Employment, Labor, and Pensions.
113 S 1145	Related bill	Jun 12, 2013: Read twice and referred to the Committee on Health, Education, Labor, and Pensions.

Small Businesses Add Value for Employees Act of 2014 or the SAVE Act of 2014 - Amends the Internal Revenue Code, with respect to employer-established simple individual retirement accounts (IRAs) and pension plans, to:

- repeal restrictions on rollovers from simple IRAs to qualified retirement plans;
- allow employers to elect to terminate simple IRAs at any time during the year;
- repeal the increased 25% penalty on premature distributions from simple IRAs within the first two plan years;
- allow additional nonelective employer contributions to simple IRAs not exceeding 10% of compensation;
- establish automatic deferral IRAs to permit the automatic enrollment of employees earning at least \$5,000 in a preceding year;
- establish secure deferral arrangements for automatically enrolling employees at 6% of pay with annual increases;
- allow small employers a new tax credit for the cost of adopting safe harbor requirements for secure deferral arrangements;
- allow a transfer of unused benefits in a flexible spending arrangement to a qualified retirement or eligible deferred compensation plan;
- increase the tax credit for small employer pension plan startup costs; and
- establish multiple small employer retirement plans that provide for automatic employee contributions.

Requires: (1) the Secretary of the Treasury to promulgate regulations regarding the timing of notices to participants in automatic contribution pension plans; (2) the Office of Financial Education of the Department of the Treasury to develop and implement an outreach plan to educate small businesses on the types and benefits of available retirement plans; (3) the Secretaries of the Treasury and Labor to develop recommendations for small businesses to improve retirement outcomes; and (4) the Secretary of the Treasury, in consultation with the Secretary of Education, to develop age-appropriate financial literacy curricula for elementary and secondary schools.

Amends the Employee Retirement Income Security Act of 1974 (ERISA) to: (1) exempt IRAs that permit payroll deductions from additional pension plan requirements, (2) require disclosures relating to lifetime income from pension plans and annuities, and (3) set forth safe harbor criteria for the selection of an annuity contract and an insurer.

Actions Timeline

- **Dec 11, 2014:** Introduced in House
- **Dec 11, 2014:** Referred to the Committee on Ways and Means, and in addition to the Committee on Education and the Workforce, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned.