

## S 3520

### ACE Act

**Congress:** 118 (2023–2025, Ended)

**Chamber:** Senate

**Policy Area:** Taxation

**Introduced:** Dec 14, 2023

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

**Latest Action:** Read twice and referred to the Committee on Finance. (Dec 14, 2023)

**Official Text:** <https://www.congress.gov/bill/118th-congress/senate-bill/3520>

### Sponsor

**Name:** Sen. Lee, Mike [R-UT]

**Party:** Republican • **State:** UT • **Chamber:** Senate

### Cosponsors (5 total)

| Cosponsor                     | Party / State | Role | Date Joined  |
|-------------------------------|---------------|------|--------------|
| Sen. Scott, Tim [R-SC]        | R · SC        |      | Dec 14, 2023 |
| Sen. Braun, Mike [R-IN]       | R · IN        |      | Jan 17, 2024 |
| Sen. Hyde-Smith, Cindy [R-MS] | R · MS        |      | Jan 17, 2024 |
| Sen. Schmitt, Eric [R-MO]     | R · MO        |      | Jan 18, 2024 |
| Sen. Budd, Ted [R-NC]         | R · NC        |      | Jan 22, 2024 |

### Committee Activity

| Committee         | Chamber | Activity    | Date         |
|-------------------|---------|-------------|--------------|
| Finance Committee | Senate  | Referred To | Dec 14, 2023 |

### Subjects & Policy Tags

#### Policy Area:

Taxation

### Related Bills

| Bill        | Relationship   | Last Action  |
|-------------|----------------|--|
| 118 HR 6795 | Identical bill | Dec 14, 2023: Referred to the House Committee on Ways and Means.   |
| 118 HR 6050 | Related bill   | Oct 25, 2023: Referred to the House Committee on Ways and Means.   |
| 118 S 57    | Related bill   | Jan 24, 2023: Read twice and referred to the Committee on Finance. |

## Achieving Choice in Education Act or the ACE Act

This bill modifies provisions of qualified tuition programs (i.e., 529 plans) and provides other tax incentives to promote education.

Specifically, the bill expands the definition of *qualified higher education expense* to include tuition, books or instructional material, fees, and educational therapies for disabled students. It also increases to \$20,000 the limitation on distributions from 529 plans for elementary and secondary school expenses.

Further, the bill provides for an increased gift tax exclusion for contributions to 529 plans and limits tax-exempt bond financing to states that implement school choice laws.

## Actions Timeline

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- **Dec 14, 2023:** Introduced in Senate
- **Dec 14, 2023:** Read twice and referred to the Committee on Finance.