

112TH CONGRESS
1ST SESSION

H. R. 2481

To amend the Internal Revenue Code of 1986 to increase the exclusion for employer-provided dependent care assistance.

IN THE HOUSE OF REPRESENTATIVES

JULY 8, 2011

Mr. YARMUTH (for himself, Mr. SAM JOHNSON of Texas, and Ms. BERKLEY) introduced the following bill; which was referred to the Committee on Ways and Means

A BILL

To amend the Internal Revenue Code of 1986 to increase the exclusion for employer-provided dependent care assistance.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Expanding Dependent
5 and Child Care Act of 2011”.

6 **SEC. 2. INCREASE IN EXCLUSION FOR EMPLOYER-PRO-**
7 **VIDED DEPENDENT CARE ASSISTANCE.**

8 (a) IN GENERAL.—Subparagraph (A) of section
9 129(a)(2) of the Internal Revenue Code of 1986 (relating

1 to dependent care assistance programs) is amended by
2 striking “\$5,000 (\$2,500” and inserting “\$7,500 (half
3 such dollar amount”.

4 (b) INFLATION ADJUSTMENT.—Paragraph (2) of sec-
5 tion 129(a) of such Code is amended by redesignating sub-
6 paragraph (C) as subparagraph (D) and by inserting after
7 subparagraph (B) the following new subparagraph:

8 “(C) INFLATION ADJUSTMENT.—In the
9 case of any taxable year beginning in a calendar
10 year after 2012, the \$7,500 amount in subpara-
11 graph (A) shall be increased by an amount
12 equal to—

13 “(i) such dollar amount, multiplied by

14 “(ii) the cost-of-living adjustment de-
15 termined under section 1(f)(3) for the cal-
16 endar year in which the taxable year be-
17 gins, determined by substituting ‘calendar
18 year 2011’ for ‘calendar year 1992’ in sub-
19 paragraph (B) thereof.

20 Any increase determined under the preceding
21 sentence shall be rounded to the nearest mul-
22 tiple of \$100.”.

1 (c) EFFECTIVE DATE.—The amendment made by
2 this section shall apply to taxable years beginning after
3 December 31, 2011.

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