

114TH CONGRESS
1ST SESSION

H. R. 4114

To amend the Internal Revenue Code of 1986 to increase the amount that can be withdrawn without penalty from individual retirement plans as first-time homebuyer distributions.

IN THE HOUSE OF REPRESENTATIVES

NOVEMBER 19, 2015

Mr. SEAN PATRICK MALONEY of New York (for himself, Mr. RENACCI, Mr. COFFMAN, and Mr. SWALWELL of California) 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To amend the Internal Revenue Code of 1986 to increase the amount that can be withdrawn without penalty from individual retirement plans as first-time homebuyer distributions.

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 “First Time Home-
5 owner Savings Plan Act”.

1 **SEC. 2. INCREASE IN LIMITATION ON PENALTY-FREE**
2 **FIRST-TIME HOMEBUYER DISTRIBUTIONS.**

3 (a) **IN GENERAL.**—Section 72(t)(8)(B)(i) of the In-
4 ternal Revenue Code of 1986 is amended by striking
5 “\$10,000” and inserting “\$25,000”.

6 (b) **INFLATION ADJUSTMENT.**—Section 72(t)(8) of
7 such Code is amended by adding at the end the following
8 new subparagraph:

9 “(F) **INFLATION ADJUSTMENT.**—In the
10 case of any taxable year beginning in a calendar
11 year after 2015, the \$25,000 dollar amount in
12 subparagraph (B)(i) shall be increased by an
13 amount equal to—

14 “(i) such dollar amount, multiplied by

15 “(ii) the cost-of-living adjustment de-
16 termined under section 1(f)(3) for the cal-
17 endar year in which the taxable year be-
18 gins, by substituting ‘calendar year 2014’
19 for ‘calendar year 1992’.

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

23 (c) **EFFECTIVE DATE.**—The amendments made by
24 this section shall apply to distributions made after the

3

- 1 date of the enactment of this Act, in taxable years ending
- 2 after such date.

○