

118TH CONGRESS  
2D SESSION

# H. R. 8438

To amend the Internal Revenue Code of 1986 to permit qualified distributions from section 529 plans for certain transportation and parking expenses.

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IN THE HOUSE OF REPRESENTATIVES

MAY 16, 2024

Ms. McCLELLAN (for herself and Ms. SÁNCHEZ) introduced the following bill;  
which was referred to the Committee on Ways and Means

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## A BILL

To amend the Internal Revenue Code of 1986 to permit qualified distributions from section 529 plans for certain transportation and parking expenses.

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. QUALIFIED DISTRIBUTIONS FROM SECTION 529**  
4 **PLANS FOR CERTAIN TRANSPORTATION AND**  
5 **PARKING EXPENSES.**

6 (a) IN GENERAL.—Section 529(e)(3)(A) of the Inter-  
7 nal Revenue Code of 1986 is amended by striking “and”  
8 at the end of clause (ii), by striking the period at the end  
9 of clause (iii) and inserting “, and”, and by inserting after  
10 clause (iii) the following new clause:

1           “(iv) reasonable expenses for trans-  
2           portation (including parking) to such eligi-  
3           ble educational institution, not in excess of  
4           the allowance (applicable to the student)  
5           for transportation included in the cost of  
6           attendance (as defined in section 472 of  
7           the Higher Education Act of 1965 (20  
8           U.S.C. 10871l), as in effect on the date of  
9           the enactment of this clause) as deter-  
10          mined by such eligible educational institu-  
11          tion.”.

12          (b) APPRENTICESHIP PROGRAMS.—Section 529(c)(8)  
13 of such Code is amended by inserting “and to reasonable  
14 expenses for transportation (including parking) in connec-  
15 tion with such participation” before the period at the end.

16          (c) EFFECTIVE DATE.—The amendments made by  
17 this section shall apply to distributions made after the  
18 date of the enactment of this Act.

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