

113<sup>TH</sup> CONGRESS  
2<sup>D</sup> SESSION

# S. 2257

To amend the Internal Revenue Code of 1986 to provide an exemption from the tax on early distributions for certain Bureau of Prisons correctional officers who retire before age 55, and for other purposes.

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## IN THE SENATE OF THE UNITED STATES

APRIL 28, 2014

Mr. TOOMEY introduced the following bill; which was read twice and referred to the Committee on Finance

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## A BILL

To amend the Internal Revenue Code of 1986 to provide an exemption from the tax on early distributions for certain Bureau of Prisons correctional officers who retire before age 55, and for other purposes.

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 “Correctional Officer  
5 Fairness Act of 2014”.

1 **SEC. 2. EXEMPTION FROM TAX ON EARLY DISTRIBUTIONS.**

2 (a) IN GENERAL.—Subsection (t) of section 72 of the  
3 Internal Revenue Code of 1986 is amended by adding at  
4 the end the following new paragraph:

5 “(11) DISTRIBUTIONS TO QUALIFIED FEDERAL  
6 CORRECTIONAL OFFICERS FROM THE THRIFT SAV-  
7 INGS FUND.—

8 “(A) IN GENERAL.—In the case of a dis-  
9 tribution to a qualified Federal correctional of-  
10 ficer from the Thrift Savings Fund established  
11 under section 8437 of title 5, United States  
12 Code, paragraph (2)(A)(v) of this subsection  
13 shall be applied by substituting ‘age 50 (or, if  
14 earlier, the age at which the employee has com-  
15 pleted 25 years of creditable service)’ for ‘age  
16 55’.

17 “(B) QUALIFIED FEDERAL CORRECTIONAL  
18 OFFICER.—For purposes of this paragraph, the  
19 term ‘qualified Federal correctional officer’  
20 means an individual—

21 “(i) who is employed by the Bureau of  
22 Prisons as a correctional officer, and

23 “(ii) who has completed 20 years of  
24 creditable service.

25 “(C) CREDITABLE SERVICE.—For pur-  
26 poses of this paragraph, the term ‘creditable

1           service' means creditable service under section  
2           8331 or 8411 of title 5, United States Code.".

3           (b) **EFFECTIVE DATE.**—The amendment made by  
4 this section shall apply to distributions made after the  
5 date of the enactment of this Act.

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