

114TH CONGRESS
1ST SESSION

S. 101

To amend the Internal Revenue Code of 1986 to expand the Coverdell education savings accounts to allow home school education expenses, and for other purposes.

IN THE SENATE OF THE UNITED STATES

JANUARY 7, 2015

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

A BILL

To amend the Internal Revenue Code of 1986 to expand the Coverdell education savings accounts to allow home school education expenses, 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. ALLOWANCE OF HOME SCHOOL EXPENSES AS**
4 **QUALIFIED EDUCATION EXPENSES FOR PUR-**
5 **POSES OF A COVERDELL EDUCATION SAV-**
6 **INGS ACCOUNT.**

7 (a) IN GENERAL.—Paragraph (3) of section 530(b)
8 of the Internal Revenue Code of 1986 is amended by add-
9 ing at the end the following new subparagraph:

1 “(C) PRIVATE SCHOOL.—For purposes of
2 this section, the term ‘private school’ includes
3 any home school that meets the requirements of
4 State law applicable to such home schools,
5 whether or not such school is deemed a private
6 school for purposes of State law.”.

7 (b) EFFECTIVE DATE.—The amendment made by
8 this section shall apply to taxable years beginning after
9 December 31, 2014.

10 **SEC. 2. COVERDELL EDUCATION SAVINGS ACCOUNT CON-**
11 **TRIBUTIONS INDEXED TO INFLATION.**

12 (a) IN GENERAL.—Subsection (b) of section 530 of
13 the Internal Revenue Code of 1986 is amended by adding
14 at the end the following new paragraph:

15 “(5) ADJUSTMENT FOR INFLATION.—In the
16 case of a taxable year beginning in a calendar year
17 after 2014, the dollar amount in paragraph
18 (1)(A)(iii) shall be increased by an amount equal
19 to—

20 “(A) such amount, multiplied by

21 “(B) the cost-of-living adjustment deter-
22 mined under section 1(f)(3) for such calendar
23 year by substituting ‘calendar year 2013’ for
24 ‘calendar year 1992’ in subparagraph (B)
25 thereof.”.

1 (b) EFFECTIVE DATE.—The amendment made by
2 this section shall apply to taxable years beginning after
3 December 31, 2014.

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