

115TH CONGRESS 1ST SESSION

H. R. 782

To amend the Internal Revenue Code of 1986 to increase the amount excluded from gross income for employer-provided dependent care assistance.

IN THE HOUSE OF REPRESENTATIVES

February 1, 2017

Mr. McHenry (for himself and Ms. Meng) 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 excluded from gross income for employerprovided 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 "Family Care Savings
- 5 Act".
- 6 SEC. 2. INCREASE IN EXCLUSION FROM GROSS INCOME
- 7 FOR EMPLOYER-PROVIDED DEPENDENT
- 8 CARE ASSISTANCE.
- 9 (a) IN GENERAL.—Section 129(a)(2)(A) of the Inter-
- 10 nal Revenue Code of 1986 is amended by striking "\$5,000

1	(\$2,500" and inserting "\$10,000 (50 percent of such
2	amount".
3	(b) Inflation Adjustment.—Section 129(a)(2) of
4	the Internal Revenue Code of 1986 is amended by adding
5	at the end the following:
6	"(D) Inflation adjustment.—In the
7	case of any taxable year beginning in a calendar
8	year after 2017, the \$10,000 amount contained
9	in subparagraph (A) shall be increased by an
10	amount equal to—
11	"(i) such dollar amount, multiplied by
12	"(ii) the cost-of-living adjustment de-
13	termined under section $1(f)(3)$ for the cal-
14	endar year in which the taxable year be-
15	gins, determined by substituting 'calendar
16	year 2015' for 'calendar year 1992' in sub-
17	paragraph (B) thereof.
18	Any increase determined under the preceding
19	sentence shall be rounded to the nearest mul-
20	tiple of \$50.".
21	(e) Effective Date.—The amendments made by
22	this section shall apply to taxable years beginning after
23	December 31, 2016.

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