

105TH CONGRESS
1ST SESSION

S. 1014

To amend the Internal Revenue Code of 1986 to include liability to pay compensation under workmen's compensation acts within the rules relating to certain personal liability assignments.

IN THE SENATE OF THE UNITED STATES

JULY 14, 1997

Mr. BAUCUS (for himself and Mr. GRASSLEY) 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 include liability to pay compensation under workmen's compensation acts within the rules relating to certain personal liability assignments.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

1 **SECTION 1. ASSIGNMENT OF WORKMEN'S COMPENSATION**
2 **LIABILITY ELIGIBLE FOR EXCLUSION RELAT-**
3 **ING TO PERSONAL INJURY LIABILITY AS-**
4 **SIGNMENTS.**

5 (a) **IN GENERAL.**—Subsection (c) of section 130 of
6 the Internal Revenue Code of 1986 (relating to certain
7 personal injury liability assignments) is amended—

8 (1) by inserting “, or as compensation under
9 any workmen’s compensation act,” after “(whether
10 by suit or agreement)” in the material preceding
11 paragraph (1),

12 (2) by inserting “or the workmen’s compensa-
13 tion claim,” after “agreement,” in paragraph (1),
14 and

15 (3) by striking “section 104(a)(2)” in para-
16 graph (2)(D) and inserting “paragraph (1) or (2) of
17 section 104(a)”.

18 (b) **EFFECTIVE DATE.**—The amendment made by
19 subsection (a) shall apply to claims under workmen’s com-
20 pensation acts filed after the date of the enactment of this
21 Act.

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