

110TH CONGRESS
2D SESSION

H. R. 6227

To exempt longstanding nonfunctionally-integrated supporting organizations from certain provisions of the Pension Protection Act of 2006.

IN THE HOUSE OF REPRESENTATIVES

JUNE 10, 2008

Mr. LEWIS of Georgia (for himself, Mr. RAMSTAD, and Mr. THOMPSON of California) introduced the following bill; which was referred to the Committee on Ways and Means

A BILL

To exempt longstanding nonfunctionally-integrated supporting organizations from certain provisions of the Pension Protection Act of 2006.

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. EXCEPTION FROM HOLDINGS AND PAYOUT RE-**
4 **QUIREMENTS FOR CERTAIN LONGSTANDING,**
5 **FULLY-FUNDED TYPE III SUPPORTING ORGA-**
6 **NIZATIONS.**

7 (a) EXCESS BUSINESS HOLDINGS.—Subsection (f) of
8 section 4943 of the Internal Revenue Code of 1986 is

1 amended by adding at the end the following new para-
2 graph:

3 “(8) EXCEPTION FOR CERTAIN LONGSTANDING
4 FULLY FUNDED TYPE III SUPPORTING ORGANIZA-
5 TIONS.—Paragraph (1) shall not apply to any orga-
6 nization if—

7 “(A) the organization was established be-
8 fore January 1, 1970,

9 “(B) the organization has not accepted any
10 substantial contributions after December 31,
11 1970,

12 “(C) no donor to the organization was
13 alive on August 17, 2006, and

14 “(D) no family member (within the mean-
15 ing of section 4958(f)(4)) of any donor is an or-
16 ganization manager (as defined in section
17 4958(f)(2)).”.

18 (b) PAYOUT REQUIREMENTS.—Section 1241(d)(1) of
19 the Pension Protection Act of 2006 shall not apply to any
20 organization described in section 4943(f)(8) of the Inter-
21 nal Revenue Code of 1986, as added by subsection (a).

22 (c) EFFECTIVE DATE.—The amendments made by
23 this section shall apply to taxable years ending after the
24 date of the enactment of this Act.

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