

115TH CONGRESS
1ST SESSION

H. R. 3902

To amend the Internal Revenue Code of 1986 to provide a credit to small employers providing an eligible automatic contribution arrangement under a retirement savings plan.

IN THE HOUSE OF REPRESENTATIVES

OCTOBER 2, 2017

Mr. BISHOP of Michigan (for himself and Mr. NEAL) 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 provide a credit to small employers providing an eligible automatic contribution arrangement under a retirement savings plan.

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 “Small Employer Re-
5 tirement Savings Auto-Enrollment Credit Act”.

1 **SEC. 2. SMALL EMPLOYER RETIREMENT SAVINGS AUTO-**
2 **MATIC ENROLLMENT CREDIT.**

3 (a) IN GENERAL.—Subpart D of part IV of sub-
4 chapter A of chapter 1 of the Internal Revenue Code of
5 1986 is amended by adding at the end the following new
6 section:

7 **“SEC. 45S. AUTO-ENROLLMENT CREDIT FOR RETIREMENT**
8 **SAVINGS OPTIONS PROVIDED BY SMALL EM-**
9 **PLOYERS.**

10 “(a) IN GENERAL.—For purposes of section 38, in
11 the case of an eligible employer, the retirement auto-en-
12 rollment credit determined under this section for any tax-
13 able year is an amount equal to—

14 “(1) \$500 for any taxable year occurring during
15 the credit period, and

16 “(2) zero for any other taxable year.

17 “(b) CREDIT PERIOD.—For purposes of subsection
18 (a)—

19 “(1) IN GENERAL.—The credit period with re-
20 spect to any eligible employer is the 3-taxable-year
21 period beginning with the first taxable year for
22 which the employer includes an eligible automatic
23 contribution arrangement (as defined in section
24 414(w)(3)) in a qualified employer plan (as defined
25 in section 4972(d)) sponsored by the employer.

6 “(c) ELIGIBLE EMPLOYER.—For purposes of this
7 section, the term ‘eligible employer’ has the meaning given
8 such term in section 408(p)(2)(C)(i).”.

9 (b) CREDIT TO BE PART OF GENERAL BUSINESS
10 CREDIT.—Subsection (b) of section 38 of the Internal
11 Revenue Code of 1986 is amended by striking “plus” at
12 the end of paragraph (35), by striking the period at the
13 end of paragraph (36) and inserting “, plus”, and by add-
14 ing at the end the following new paragraph:

“(37) in the case of an eligible employer (as defined in section 45S(c)), the retirement auto-enrollment credit determined under section 45S(a).”.

(c) CLERICAL AMENDMENT.—The table of sections for subpart D of part IV of subchapter A of chapter 1 of the Internal Revenue Code of 1986 is amended by inserting after the item relating to section 45R the following new item:

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1 (d) EFFECTIVE DATE.—The amendments made by
2 this section shall apply to taxable years beginning after
3 December 31, 2017.

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