

115TH CONGRESS  
1ST SESSION

# H. R. 775

To amend the Internal Revenue Code of 1986 to inflation adjust the \$5,000 limitation with respect to dependent care assistance programs and flexible spending arrangements.

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## IN THE HOUSE OF REPRESENTATIVES

JANUARY 31, 2017

Mr. MOOLENAAR introduced the following bill; which was referred to the Committee on Ways and Means

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## A BILL

To amend the Internal Revenue Code of 1986 to inflation adjust the \$5,000 limitation with respect to dependent care assistance programs and flexible spending arrangements.

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. INFLATION ADJUSTMENT FOR DEPENDENT**  
4 **CARE ASSISTANCE PROGRAMS AND FLEXIBLE**  
5 **SPENDING ARRANGEMENTS.**

6 (a) IN GENERAL.—Section 129(a)(2) of the Internal  
7 Revenue Code of 1986 is amended by adding at the end  
8 the following new subparagraph:

1           “(D) INFLATION ADJUSTMENT.—In the  
2 case of any taxable year beginning after Decem-  
3 ber 31, 2017, the dollar amounts in subpara-  
4 graph (A) shall be increased by an amount  
5 equal to—

6                   “(i) such amount, multiplied by

7                   “(ii) the cost-of-living adjustment de-  
8 termined under section 1(f)(3) for the cal-  
9 endar year in which such taxable year be-  
10 gins by substituting ‘calendar year 2014’  
11 for ‘calendar year 1992’ in subparagraph  
12 (B) thereof.

13           If any increase determined under this para-  
14 graph is not a multiple of \$50, such increase  
15 shall be rounded to the next lowest multiple of  
16 \$50.”.

17           (b) EFFECTIVE DATE.—The amendment made by  
18 this section shall apply to taxable years beginning after  
19 December 31, 2017.

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