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(Original Signature of Member)

119TH CONGRESS
2D SESSION

H. R. _____

To amend the Internal Revenue Code of 1986 to establish Jumpstart Programs for saving for apprenticeship and trade occupation training, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

Mr. MOORE of West Virginia introduced the following bill; which was referred to the Committee on _____

A BILL

To amend the Internal Revenue Code of 1986 to establish Jumpstart Programs for saving for apprenticeship and trade occupation training, and for other purposes.

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. JUMPSTART PROGRAM.**

4 (a) IN GENERAL.—Part VIII of subchapter F of
5 chapter 1 of the Internal Revenue Code of 1986 is amend-
6 ed by inserting after section 529A the following new sec-
7 tion:

1 **“SEC. 529B. JUMPSTART PROGRAM.**

2 “(a) IN GENERAL.—A Jumpstart Program shall be
3 exempt from taxation under this subtitle. Notwithstanding
4 the preceding sentence, such program shall be subject to
5 the taxes imposed by section 511 (relating to imposition
6 of tax on unrelated business income of charitable organiza-
7 tions).

8 “(b) JUMPSTART PROGRAM.—For purposes of this
9 section—

10 “(1) IN GENERAL.—The term ‘Jumpstart Pro-
11 gram’ means a program established and maintained
12 by a State or agency or instrumentality thereof
13 under which a person may make contributions to an
14 account which is established for the purpose of meet-
15 ing the qualified occupation, profession, or trade ex-
16 penses of the designated beneficiary of the account.

17 “(2) ADDITIONAL REQUIREMENTS.—A program
18 shall not be treated as a Jumpstart Program unless
19 such program meets rules similar to the rules of
20 paragraphs (2), (3), (4), (5), and (6) of section
21 529(b).

22 “(c) QUALIFIED OCCUPATION, PROFESSION, OR
23 TRADE EXPENSES.—For purposes of this section, the
24 term ‘qualified occupation, profession, or trade expenses’
25 means—

1 “(1) expenses in connection with completing an
2 apprenticeship program registered and certified with
3 the Department of Labor, as provided in the Act of
4 August 16, 1937 (commonly known as the ‘National
5 Apprenticeship Act’; 50 Stat. 664, chapter 663; 29
6 U.S.C. 50 et seq.),

7 “(2) tuition, fees, books, supplies, and equip-
8 ment required for the enrollment or attendance of a
9 designated beneficiary in an associate degree or cer-
10 tification program at a community and technical col-
11 lege,

12 “(3) fees for required certification or licensure
13 for the beneficiary to practice a trade or occupation,

14 “(4) amounts paid or incurred for the purchase
15 of tools and equipment acquired by the individual in
16 the normal course of the practice of a trade or occu-
17 pation, and

18 “(5) costs incurred by the beneficiary that are
19 necessary to establish a business in a State in which
20 the beneficiary will practice an occupation or profes-
21 sion when the costs are exclusively paid or incurred
22 for the purpose of establishing and operating such
23 business.

24 “(d) TAX TREATMENT OF DESIGNATED BENE-
25 FICIARIES AND CONTRIBUTORS.—For purposes of this

1 section, rules similar to the rules of paragraphs (1), (2),
2 (3), (4), and (5) of section 529(c) shall apply to Jumpstart
3 Accounts in the same manner as applied to qualified tui-
4 tion programs described in section 529(b)(1)(A)(ii).

5 “(e) DESIGNATED BENEFICIARY.—The term ‘des-
6 ignated beneficiary’ means—

7 “(1) the individual designated at the commence-
8 ment of participation in the Jumpstart Program as
9 the beneficiary of amounts paid (or to be paid) to
10 the program, and

11 “(2) in the case of a change in beneficiaries
12 under rules similar to the rules of section
13 529(c)(3)(C), the individual who is the new bene-
14 ficiary.

15 “(f) REPORTS.—Each officer or employee having con-
16 trol of the Jumpstart Program or their designee shall
17 make such reports regarding such program to the Sec-
18 retary and to designated beneficiaries with respect to con-
19 tributions, distributions, and such other matters as the
20 Secretary may require. The reports required by this para-
21 graph shall be filed at such time and in such manner and
22 furnished to such individuals at such time and in such
23 manner as may be required by the Secretary.”.

24 (b) ROLLOVER FROM QUALIFIED TUITION PRO-
25 GRAMS.—Section 529(c)(3)(C)(i) of such Code is amended

1 by striking “or” at the end of subclause (II), by striking
2 the period at the end of subclause (III) and inserting “,
3 or”, and by inserting after subclause (III) the following
4 new subclause:

5 “(IV) to a Jumpstart Program
6 (as defined in section 529B(b)(1)) of
7 the designated beneficiary or a mem-
8 ber of the family of the designated
9 beneficiary.”.

10 (c) FAILURE TO PROVIDED REPORTS.—Section
11 6693(a)(2) of such Code is amended by redesignating sub-
12 paragraphs (F) and (G) as subparagraphs (G) and (E),
13 respectively, and by inserting after subparagraph (E) the
14 following new subparagraph:

15 “(F) section 529B(f) (relating to
16 Jumpstart Program),”.

17 (d) CLERICAL AMENDMENT.—The table of sections
18 for part VIII of subchapter F of chapter 1 is amended
19 by inserting after the item relating to section 529A the
20 following new item:

“Sec. 529B. Jumpstart Program.”.

21 (e) EFFECTIVE DATE.—The amendment made by
22 this section shall apply to taxable years beginning after
23 December 31, 2025.