

HOUSE No. 2611

The Commonwealth of Massachusetts

PRESENTED BY:

David M. Rogers

To the Honorable Senate and House of Representatives of the Commonwealth of Massachusetts in General Court assembled:

The undersigned legislators and/or citizens respectfully petition for the adoption of the accompanying bill:

An Act relative to 529 savings plans.

PETITION OF:

NAME:	DISTRICT/ADDRESS:	DATE ADDED:
<i>David M. Rogers</i>	<i>24th Middlesex</i>	<i>1/18/2019</i>
<i>Patricia D. Jehlen</i>	<i>Second Middlesex</i>	<i>1/31/2019</i>
<i>Eric P. Lesser</i>	<i>First Hampden and Hampshire</i>	<i>2/1/2019</i>
<i>Sean Garballey</i>	<i>23rd Middlesex</i>	<i>2/1/2019</i>

HOUSE No. 2611

By Mr. Rogers of Cambridge, a petition (accompanied by bill, House, No. 2611) of David M. Rogers and others relative to expenses associated with college savings program established by the Commonwealth. Revenue.

The Commonwealth of Massachusetts

**In the One Hundred and Ninety-First General Court
(2019-2020)**

An Act relative to 529 savings plans.

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

1 SECTION XX. Paragraph (1) of subsection (a) of section 2 of chapter 62 of the General
2 Laws, as so appearing, is hereby amended by adding the following subparagraph:-

3 (J) Amounts withdrawn from an account in a prepaid tuition program or college savings
4 program established by the commonwealth or an instrumentality or authority of the
5 commonwealth, referred to here as a “529 account”, to pay for expenses associated with
6 enrollment or attendance at an elementary or secondary school that are attributable to: (i)
7 amounts expended for the purchase of an interest in or amounts contributed to such 529 account
8 for which the deduction in paragraph (19) of subsection (a) of part B of section 3 was allowed in
9 a previous taxable year; or (ii) earnings and gains on such 529 account not included in federal
10 gross income under section 529 of the Code, as amended and in effect for the taxable year. For
11 the purposes of this section, such withdrawals shall be attributed first to the earnings and gains
12 on a 529 account not included in federal gross income under said section 529 of the Code, then

13 to the aggregate of all amounts contributed to a 529 account for which the deduction in
14 paragraph (19) of subsection (a) of part B of section 3 was allowed in a previous taxable year,
15 and then finally to contributions that have already been taxed under this chapter.

16 SECTION XX. Section 3 of said chapter 62, as so appearing, is hereby amended by
17 inserting after the words “26 U.S.C. 529(e)(3)”, in lines 202 and 203, the following words:- ;
18 provided, however, that “qualified higher education expenses” shall not include an expense
19 associated with enrollment or attendance at an elementary or secondary school.