

117TH CONGRESS
2D SESSION

H. R. 6507

To amend the Internal Revenue Code of 1986 to allow for the establishment of child health savings accounts, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

JANUARY 25, 2022

Ms. VAN DUYNE 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 allow for the establishment of child health savings accounts, 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. SHORT TITLE.**

4 This Act may be cited as the “Child Health Savings
5 Account Act of 2022”.

6 **SEC. 2. HEALTH SAVINGS ACCOUNTS.**

7 (a) CHILD HEALTH SAVINGS ACCOUNT.—Section
8 223 of the Internal Revenue Code of 1986 is amended by
9 adding at the end the following new subsection:

10 “(i) CHILD HEALTH SAVINGS ACCOUNT.—

1 “(1) IN GENERAL.—In addition to any deduc-
2 tion allowed under subsection (a) for any taxable
3 year, there shall be allowed as a deduction under
4 this section an amount equal to the aggregate
5 amount paid in cash by an individual during the tax-
6 able year to a child savings account of a child of the
7 individual.

8 “(2) LIMITATION.—The amount taken into ac-
9 count under paragraph (1) with respect to each child
10 of an individual during the taxable year shall not ex-
11 ceed an amount equal to \$3,000.

12 “(3) CHILD HEALTH SAVINGS ACCOUNT.—For
13 the purposes of this subsection, the term ‘child
14 health savings account’ means a health savings ac-
15 count designated as a child health savings account
16 and established for the benefit of a child of an indi-
17 vidual, but only if under the written governing in-
18 strument creating the trust, no contribution will be
19 accepted to the extent such contribution, when
20 added to previous contributions to the trust for the
21 calendar year, exceeds the dollar amount in effect
22 under paragraph (2).

23 “(4) TREATMENT OF ACCOUNT BEFORE AGE OF
24 18.—For the purposes of this section, except as oth-
25 erwise provided in this subsection, a child health

1 savings account shall be treated as a health savings
2 account of the parents of the child until the child at-
3 tained the age of 18, after which such account shall
4 be treated as a health savings account of the child.

5 “(5) DISTRIBUTIONS.—

6 “(A) IN GENERAL.—For the purposes of
7 this section—

8 “(i) BEFORE AGE OF 18.—Any
9 amount paid or distributed out of a child
10 health savings account before the child
11 with respect to whom the account was es-
12 tablished has attained the age of 18, shall
13 be included in the gross income of the par-
14 ents of the child, and subsection (f)(A)
15 shall apply (relating to additional tax on
16 distributions not used for qualified medical
17 expenses).

18 “(ii) AGE 18 AND OLDER.—Any
19 amount paid or distributed out of such ac-
20 count after the child has attained the age
21 of 18 may only be treated as used to pay
22 qualified medical expenses to the extent
23 such child is not covered as a dependent
24 under insurance (other than permitted in-
25 surance) of a parent.

1 “(B) EXCEPTIONS FOR DISABILITY OR
2 DEATH OF A CHILD.—If the child becomes dis-
3 abled within the meaning of section 72(m)(7) or
4 dies—

5 “(i) paragraph (1) shall not apply to
6 any subsequent payment or distribution,
7 and

8 “(ii) a parent may rollover the
9 amount in such account to an individual
10 retirement plan of the parent, to any
11 health savings account of the parent, or to
12 any child health savings account of any
13 other child of the parent.

14 “(6) REGULATIONS.—The Secretary shall issue
15 such regulations or other guidance as may be nec-
16 essary or appropriate to carry out the purposes of
17 this subsection.”.

18 (b) EFFECTIVE DATE.—The amendment made by
19 this section shall apply to taxable years beginning after
20 the date of the enactment of this Act.

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