

Subsec. (e). Pub. L. 107-22, §1(a)(4), substituted “Coverdell education savings account” for “education individual retirement account”.

Subsec. (h). Pub. L. 107-22, §1(a)(1), substituted “a Coverdell education savings account” for “an education individual retirement account”.

2000—Subsec. (d)(4)(B)(iii). Pub. L. 106-554 substituted a comma for a semicolon before “or” at end.

1998—Subsec. (b)(1). Pub. L. 105-206, §6004(d)(1), inserted “an individual who is” before “the designated beneficiary” in introductory provisions.

Subsec. (b)(1)(E). Pub. L. 105-206, §6004(d)(2)(A), amended subpar. (E) generally. Prior to amendment, subpar. (E) read as follows: “Upon the death of the designated beneficiary, any balance to the credit of the beneficiary shall be distributed within 30 days after the date of death to the estate of such beneficiary.”

Subsec. (d)(1). Pub. L. 105-206, §6004(d)(3)(A), substituted “section 72” for “section 72(b)”.

Subsec. (d)(2)(D). Pub. L. 105-206, §6004(d)(5), added subpar. (D).

Subsec. (d)(4)(B)(iv). Pub. L. 105-206, §6004(d)(6), added cl. (iv).

Subsec. (d)(4)(C). Pub. L. 105-206, §6004(d)(7), substituted “Contributions” for “Excess contributions” in heading and amended text of introductory provisions and cl. (i) generally. Prior to amendment, text read as follows: “Subparagraph (A) shall not apply to the distribution of any contribution made during a taxable year on behalf of a designated beneficiary to the extent that such contribution exceeds \$500 if—

“(i) such distribution is received on or before the day prescribed by law (including extensions of time) for filing such contributor’s return for such taxable year, and”.

Subsec. (d)(5). Pub. L. 105-206, §6004(d)(8)(A), added first sentence and struck out former first sentence which read as follows: “Paragraph (1) shall not apply to any amount paid or distributed from an education individual retirement account to the extent that the amount received is paid into another education individual retirement account for the benefit of the same beneficiary or a member of the family (within the meaning of section 529(e)(2)) of such beneficiary not later than the 60th day after the date of such payment or distribution.”

Subsec. (d)(6). Pub. L. 105-206, §6004(d)(8)(B), inserted before period at end “and has not attained age 30 as of the date of such change”.

Subsec. (d)(7). Pub. L. 105-206, §6004(d)(2)(B), inserted at end “In applying the preceding sentence, members of the family (as so defined) of the designated beneficiary shall be treated in the same manner as the spouse under such paragraph (8).”

Subsec. (d)(8). Pub. L. 105-206, §6004(d)(2)(C), added par. (8).

#### EFFECTIVE DATE OF 2018 AMENDMENT

Amendment by section 101(l)(16) of Pub. L. 115-141 effective as if included in the provision of the Protecting Americans from Tax Hikes Act of 2015, div. Q of Pub. L. 114-113, to which such amendment relates, see section 101(s) of Pub. L. 115-141, set out as a note under section 24 of this title.

#### EFFECTIVE DATE OF 2008 AMENDMENT

Amendment by Pub. L. 110-245 applicable with respect to deaths from injuries occurring on or after June 17, 2008, with provision for application of amendment to deaths from injuries occurring on or after Oct. 7, 2001, and before June 17, 2008, see section 109(d)(1), (2) of Pub. L. 110-245, set out as a note under section 408A of this title.

#### EFFECTIVE DATE OF 2004 AMENDMENT

Amendment by section 404(a) of Pub. L. 108-311 effective as if included in the provisions of the Economic Growth and Tax Relief Reconciliation Act of 2001, Pub. L. 107-16, to which such amendment relates, see section

404(f) of Pub. L. 108-311, set out as a note under section 45A of this title.

Amendment by section 406(b) of Pub. L. 108-311 effective as if included in the provisions of the Taxpayer Relief Act of 1997, Pub. L. 105-34, to which such amendment relates, see section 406(h) of Pub. L. 108-311, set out as a note under section 55 of this title.

#### EFFECTIVE DATE OF 2003 AMENDMENT

Pub. L. 108-121, title I, §107(b), Nov. 11, 2003, 117 Stat. 1339, provided that: “The amendments made by this section [amending this section] shall apply to taxable years beginning after December 31, 2002.”

#### EFFECTIVE DATE OF 2002 AMENDMENT

Amendment by Pub. L. 107-147 effective as if included in the provisions of the Economic Growth and Tax Relief Reconciliation Act of 2001, Pub. L. 107-16, to which such amendment relates, see section 411(x) of Pub. L. 107-147, set out as a note under section 25B of this title.

#### EFFECTIVE DATE OF 2001 AMENDMENT

Amendment by Pub. L. 107-22 effective July 26, 2001, see section 1(c) of Pub. L. 107-22, set out as a note under section 26 of this title.

Amendment by section 401(a)(1), (b)-(g)(1), (2)(C) of Pub. L. 107-16 applicable to taxable years beginning after Dec. 31, 2001, see section 401(h) of Pub. L. 107-16, set out as a note under section 25A of this title.

Amendment by section 402(a)(4)(A), (C) of Pub. L. 107-16 applicable to taxable years beginning after Dec. 31, 2001, see section 402(h) of Pub. L. 107-16, set out as a note under section 72 of this title.

#### EFFECTIVE DATE OF 1998 AMENDMENT

Amendment by Pub. L. 105-206 effective, except as otherwise provided, as if included in the provisions of the Taxpayer Relief Act of 1997, Pub. L. 105-34, to which such amendment relates, see section 6024 of Pub. L. 105-206, set out as a note under section 1 of this title.

#### EFFECTIVE DATE

Section applicable to taxable years beginning after Dec. 31, 1997, see section 213(f) of Pub. L. 105-34, set out as an Effective Date of 1997 Amendment note under section 26 of this title.

#### SAVINGS PROVISION

For provisions that nothing in amendment by section 401(b)(23) of Pub. L. 115-141 be construed to affect treatment of certain transactions occurring, property acquired, or items of income, loss, deduction, or credit taken into account prior to Mar. 23, 2018, for purposes of determining liability for tax for periods ending after Mar. 23, 2018, see section 401(e) of Pub. L. 115-141, set out as a note under section 23 of this title.

### Subchapter G—Corporations Used to Avoid Income Tax on Shareholders

#### Part

- I. Corporations improperly accumulating surplus.
- II. Personal holding companies.
- III. Repealed.]
- IV. Deduction for dividends paid.

#### AMENDMENTS

2004—Pub. L. 108-357, title IV, §413(c)(31), Oct. 22, 2004, 118 Stat. 1509, struck out item for part III “Foreign personal holding companies”.

### PART I—CORPORATIONS IMPROPERLY ACCUMULATING SURPLUS

#### Sec.

- 531. Imposition of accumulated earnings tax.
- 532. Corporations subject to accumulated earnings tax.