

118TH CONGRESS
1ST SESSION

S. _____

To amend the Internal Revenue Code of 1986 to provide an exclusion from gross income for AmeriCorps educational awards.

IN THE SENATE OF THE UNITED STATES

Mr. BENNET (for himself, Mr. CASSIDY, Ms. COLLINS, Mr. COONS, Ms. CORTEZ MASTO, and Mr. WICKER) introduced the following bill; which was read twice and referred to the Committee on _____

A BILL

To amend the Internal Revenue Code of 1986 to provide an exclusion from gross income for AmeriCorps educational awards.

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 “Segal AmeriCorps
5 Education Award Tax Relief Act of 2023”.

6 **SEC. 2. EXCLUSION FROM GROSS INCOME OF AMERICORPS**
7 **EDUCATIONAL AWARDS.**

8 (a) IN GENERAL.—Paragraph (2) of section 117(c)
9 of the Internal Revenue Code of 1986 is amended by strik-

1 ing “or” at the end of subparagraph (B), by striking the
2 period at the end of subparagraph (C) and inserting “,
3 or”, and by adding at the end the following new subpara-
4 graph:

5 “(D) a national service educational award
6 under subtitle D of title I of the National and
7 Community Service Act of 1990.”.

8 (b) EXCLUSION OF DISCHARGE OF STUDENT LOAN
9 DEBT.—Subsection (f) of section 108 of the Internal Rev-
10 enue Code of 1986 is amended by adding at the end the
11 following new paragraph:

12 “(6) PAYMENTS UNDER NATIONAL SERVICE
13 EDUCATIONAL AWARD PROGRAMS.—In the case of
14 an individual, gross income shall not include any
15 amount received under a national service educational
16 award under subtitle D of title I of the National and
17 Community Service Act of 1990 (42 U.S.C. 12601
18 et seq.).”.

19 (c) EFFECTIVE DATE.—The amendments made by
20 this section shall apply to taxable years ending after the
21 date of the enactment of this Act.