

119TH CONGRESS
2^D SESSION

H. R. 7760

To amend the Internal Revenue Code of 1986 to exclude from gross income payments from funds established by a State for purposes of the welfare of the individual residents of such State.

IN THE HOUSE OF REPRESENTATIVES

MARCH 3, 2026

Mr. BEGICH 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 exclude from gross income payments from funds established by a State for purposes of the welfare of the individual residents of such State.

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 “Protect Future Divi-
5 dends Act”.

1 **SEC. 2. EXCLUSION OF PAYMENTS FROM STATE SOV-**
2 **EREIGN WEALTH FUNDS.**

3 (a) IN GENERAL.—Part III of subchapter B of chap-
4 ter 1 of the Internal Revenue Code of 1986 is amended
5 by inserting before section 140 the following new section:

6 **“SEC. 139M. PAYMENTS FROM STATE SOVEREIGN WEALTH**
7 **FUNDS.**

8 “(a) IN GENERAL.—Gross income does not include
9 any payment received by an individual from a State sov-
10 ereign wealth fund.

11 “(b) STATE SOVEREIGN WEALTH FUND.—For pur-
12 poses of this section, the term ‘State sovereign wealth
13 fund’ means a permanent fund—

14 “(1) which is established and maintained by a
15 State solely for the benefit of individual residents of
16 such State,

17 “(2) to which amounts of State revenue des-
18 igned under State law are directed,

19 “(3) the principal of which is invested in a
20 manner prescribed under State law, and

21 “(4) from which periodic payments are made
22 under State law to individuals based primarily on
23 residency within the State and not in consideration
24 for anything.”.

25 (b) CLERICAL AMENDMENT.—The table of sections
26 for subchapter B of chapter 1 of such Code is amended

1 by inserting before the item relating to section 140 the
2 following new item:

“Sec. 139M. Payments from State sovereign wealth funds.”.

3 (c) EFFECTIVE DATE.—The amendments made by
4 this section shall apply to payments received after the date
5 of the enactment of this Act.

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