119TH CONGRESS
2D SESSION

S. ______

To amend the Internal Revenue Code of 1986 to expand retirement savings opportunities for more American families.

IN THE SENATE OF THE UNITED STATES

Mr. WYDEN 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 expand retirement savings opportunities for more American families.

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,

SECTION 1. SHORT TITLE.

This Act may be cited as the ''Saver's Match Enhancement Act of 2026''.

SEC. 2. ENHANCEMENT OF SAVER'S MATCH.

(a) INCREASE IN MATCHING RATE.—

(1) IN GENERAL.—Paragraph (1) of section 6433(b) of the Internal Revenue Code of 1986 is

amended by striking "50 percent" and inserting "100 percent".

(2) CONFORMING AMENDMENT.—Paragraph (2) of section 6433(b) of such Code is amended by striking "50" and inserting "100".

(b) EXPANSION OF ELIGIBILITY.—

(1) IN GENERAL.—Clause (i) of section 6433(b)(3)(A) of the Internal Revenue Code of 1986 is amended by striking "$41,000" and inserting "$85,000".

(2) CONFORMING AMENDMENT.—Paragraph (1) of section 6433(h) of such Code is amended by striking "$41,000" and inserting "$85,000".

(c) ROTH TREATMENT OF MATCHING CONTRIBUTIONS.—

(1) IN GENERAL.—Subparagraph (A) of section 6433(e)(2) of the Internal Revenue Code of 1986 is amended by striking subclause (II) of clause (i) and all that follows through clause (ii) and inserting the following:

"(II) consists of a qualified Roth contribution program (as defined in section 402A(b)), or

"(ii) a Roth IRA,".

(2) TREATMENT AS ROTH CONTRIBUTION.—Paragraph (2) of section 6433(f) of such Code is amended—

(A) by striking clauses (i) and (ii) of subparagraph (A) thereof and inserting the following:

"(i) a designated Roth contribution (as defined in section 402A(c)(1)) which is an elective deferral made by the individual, if contributed to an applicable retirement savings vehicle described in subsection (e)(2)(A)(i), or

"(ii) a Roth IRA contribution made by such individual, if contributed to such a plan,",

(B) by striking "and" at the end of subparagraph (B),

(C) by striking the period at the end of subparagraph (C) and inserting ", and", and

(D) by adding at the end the following new subparagraph:

"(D) in the case of a designated Roth contribution, such contribution shall be excludable from gross income without regard to section 402A(a)(1).".

(3) CONFORMING AMENDMENTS.—

(A) Subparagraph (B) of section 6433(f)(2) of such Code is amended by inserting ", 402A(c)(2)" after "402(g)(1)".

(B) Subparagraph (B) of section 6433(f)(6) of such Code is amended by striking the comma at the end of clause (i) and inserting ", and", by striking clause (ii), and by redesignating clause (iii) as clause (ii).

(d) INFLATION ADJUSTMENT.—Paragraph (1) of section 6433(h) of such Code, as amended by subsection (b)(2), is further amended by striking "the $85,000 amount" and inserting "the $2,000 amount in subsection (a) and the $85,000 amount".

(e) EFFECTIVE DATE.—The amendments made by this section shall apply to taxable years beginning after December 31, 2026.