

103<sup>D</sup> CONGRESS  
1<sup>ST</sup> SESSION

# H. R. 2234

To amend the Internal Revenue Code of 1986 to make S corporations eligible for the rules applicable to real property subdivided for sale by noncorporate taxpayers.

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IN THE HOUSE OF REPRESENTATIVES

MAY 20, 1993

Mr. STARK introduced the following bill; which was referred to the Committee on Ways and Means

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## A BILL

To amend the Internal Revenue Code of 1986 to make S corporations eligible for the rules applicable to real property subdivided for sale by noncorporate taxpayers.

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. S CORPORATIONS ELIGIBLE FOR RULES APPLI-**  
4 **CABLE TO REAL PROPERTY SUBDIVIDED FOR**  
5 **SALE BY NONCORPORATE TAXPAYERS.**

6 (a) IN GENERAL.—Subsection (a) of section 1237 of  
7 the Internal Revenue Code of 1986 (relating to real prop-  
8 erty subdivided for sale) is amended by striking “other

1 than a corporation” and inserting “other than a C cor-  
2 poration”.

3 (b) EFFECTIVE DATE.—The amendment made by  
4 subsection (a) shall apply to sales after January 1, 1992  
5 (and to sales and exchanges on or before such date for  
6 purposes of determining whether the treatment under sec-  
7 tion 1237(a) of the Internal Revenue Code of 1986 applies  
8 to any sale after such date).

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