

103^D CONGRESS
1ST SESSION

S. 987

To amend the Internal Revenue Code of 1986 with respect to discharge of indebtedness income from prepayment of loans under section 306B of the Rural Electrification Act of 1936.

IN THE SENATE OF THE UNITED STATES

MAY 19 (legislative day, APRIL 19), 1993

Mr. DASCHLE introduced the following bill; which was read twice and referred to the Committee on Finance

A BILL

To amend the Internal Revenue Code of 1986 with respect to discharge of indebtedness income from prepayment of loans under section 306B of the Rural Electrification Act of 1936.

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. DISCHARGE OF INDEBTEDNESS INCOME FROM**
4 **PREPAYMENT OF REA LOANS.**

5 Subparagraph (C) of section 501(c)(12) of the Inter-
6 nal Revenue Code of 1986 is amended—

7 (1) by striking “or” at the end of clause (i),

8 (2) by striking “, 306B,” in clause (ii),

1 (3) by striking the period at the end of clause
2 (ii) and inserting “, or”, and

3 (4) by adding at the end the following new
4 clause:

5 “(iii) from the prepayment of a loan
6 under section 306B of the Rural Elec-
7 trification Act of 1936 (as in effect on
8 January 1, 1993).”.

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