

105TH CONGRESS  
1ST SESSION

# S. 1252

To amend the Internal Revenue Code of 1986 to increase the amount of low-income housing credits which may be allocated in each State, and to index such amount for inflation.

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## IN THE SENATE OF THE UNITED STATES

OCTOBER 3, 1997

Mr. D'AMATO (for himself and Mr. GRAHAM) introduced the following bill;  
which was read twice and referred to the Committee on Finance

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## A BILL

To amend the Internal Revenue Code of 1986 to increase the amount of low-income housing credits which may be allocated in each State, and to index such amount for inflation.

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. INCREASE IN STATE CEILING ON LOW-INCOME**  
4       **HOUSING CREDITS.**

5       (a) IN GENERAL.—Section 42(h)(3)(C)(i) of the In-  
6       ternal Revenue Code of 1986 (relating to State housing  
7       credit ceiling) is amended by striking “\$1.25” and insert-  
8       ing “\$1.75”.

1 (b) ADJUSTMENT OF STATE CEILING FOR IN-  
 2 CREASES IN COST-OF-LIVING.—Section 42(h)(3) of the  
 3 Internal Revenue Code of 1986 (relating to housing credit  
 4 dollar amount for agencies) is amended by adding at the  
 5 end the following new subparagraph:

6 “(H) COST-OF-LIVING ADJUSTMENT.—

7 “(i) IN GENERAL.—In the case of a  
 8 calendar year after 1998, the dollar  
 9 amount contained in subparagraph (C)(i)  
 10 shall be increased by an amount equal to—

11 “(I) such dollar amount, multi-  
 12 plied by

13 “(II) the cost-of-living adjust-  
 14 ment determined under section 1(f)(3)  
 15 for such calendar year by substituting  
 16 ‘calendar year 1997’ for ‘calendar  
 17 year 1992’ in subparagraph (B) there-  
 18 of.

19 “(ii) ROUNDING.—If any increase  
 20 under clause (i) is not a multiple of \$1,  
 21 such increase shall be rounded to the next  
 22 lowest multiple of \$1.”

23 (c) EFFECTIVE DATE.—The amendments made by  
 24 this section shall apply to calendar years after 1997.

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