

106TH CONGRESS
1ST SESSION

S. 459

To amend the Internal Revenue Code of 1986 to increase the State ceiling on private activity bonds.

IN THE SENATE OF THE UNITED STATES

FEBRUARY 24, 1999

Mr. BREAUX (for himself and Mr. HATCH) 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 to increase the State ceiling on private activity bonds.

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 “State and Local Invest-
5 ment Opportunities Act of 1999”.

6 **SEC. 2. INCREASE IN STATE CEILING ON PRIVATE ACTIVITY**
7 **BONDS.**

8 (a) IN GENERAL.—Paragraphs (1) and (2) of section
9 146(d) of the Internal Revenue Code of 1986 (relating to
10 State ceiling) are amended to read as follows:

1 “(1) IN GENERAL.—The State ceiling applicable
2 to any State for any calendar year shall be the
3 greater of—

4 “(A) an amount equal to \$75 multiplied by
5 the State population, or

6 “(B) \$225,000,000.

7 Subparagraph (B) shall not apply to any possession
8 of the United States.

9 “(2) INFLATION ADJUSTMENT.—In the case of
10 a calendar year after 2000, each of the dollar
11 amounts contained in paragraph (1) shall be in-
12 creased by an amount equal to—

13 “(A) such dollar amount, multiplied by

14 “(B) the cost-of-living adjustment deter-
15 mined under section 1(f)(3) for such calendar
16 year by substituting ‘calendar year 1999’ for
17 ‘calendar year 1992’ in subparagraph (B)
18 thereof.

19 If any increase determined under the preceding sen-
20 tence is not a multiple of \$1 (\$250 in the case of
21 the dollar amount in paragraph (1)(B), such in-
22 crease shall be rounded to the nearest multiple
23 thereof.”

1 (c) EFFECTIVE DATE.—The amendments made by
2 this section shall apply to calendar years after 1999.

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