

108TH CONGRESS
1ST SESSION

H. R. 1742

To amend the Internal Revenue Code of 1986 with respect to the eligibility of veterans for mortgage bond financing, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

APRIL 10, 2003

Mr. KLECZKA (for himself, Mr. HERGER, Mr. BACA, Ms. BALDWIN, Mr. CALVERT, Mrs. CAPITO, Mrs. DAVIS of California, Mr. DEFazio, Mr. DOGGETT, Mr. DOOLITTLE, Mr. EVANS, Mr. FARR, Mr. FROST, Mr. GREEN of Texas, Mr. GREEN of Wisconsin, Mr. LAMPSON, Mr. LANTOS, Mr. LEWIS of California, Mr. MATSUI, Ms. MILLENDER-McDONALD, Mrs. NAPOLITANO, Mr. OBEY, Mr. PAUL, Mr. PETRI, Mr. POMBO, Mr. RAHALL, Mr. RODRIGUEZ, Mr. SANDLIN, Mr. SCHIFF, Mr. SENSENBRENNER, Mr. SESSIONS, Mr. THOMPSON of California, Mr. TURNER of Texas, Ms. WATERS, Ms. WATSON, Mr. WAXMAN, Ms. WOOLSEY, and Mr. WU) introduced the following bill; which was referred to the Committee on Ways and Means

A BILL

To amend the Internal Revenue Code of 1986 with respect to the eligibility of veterans for mortgage bond financing, and for other purposes.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

1 **SECTION 1. ALL VETERANS ELIGIBLE FOR STATE HOME**
2 **LOAN PROGRAMS FUNDED BY QUALIFIED**
3 **VETERANS' MORTGAGE BONDS.**

4 (a) IN GENERAL.—Section 143(l)(4) of the Internal
5 Revenue Code of 1986 (defining qualified veteran) is
6 amended—

7 (1) by striking “at some time before January 1,
8 1977” in subparagraph (A), and

9 (2) by striking subparagraph (B) and inserting
10 the following:

11 “(B) who applied for the financing before
12 the date 30 years after the last on which such
13 veteran left active service.”.

14 (b) EFFECTIVE DATE.—The amendments made by
15 this section shall apply to financing provided and mort-
16 gage credit certificates issued after June 30, 2003.

17 **SEC. 2. REVISION OF STATE VETERANS LIMIT.**

18 (a) IN GENERAL.—Subparagraph (B) of section
19 143(l)(3) of the Internal Revenue Code of 1986 (relating
20 to volume limitation) is amended to read as follows:

21 “(B) STATE VETERANS LIMIT.—A State
22 veterans limit for any calendar year is the
23 amount equal to—

24 “(i) \$425,000,000 for the State of
25 Texas,

1 “(ii) \$537,000,000 for the State of
2 California,

3 “(iii) \$200,000,000 for the State of
4 Oregon,

5 “(iv) \$200,000,000 for the State of
6 Wisconsin, and

7 “(v) \$200,000,000 for the State of
8 Alaska.”.

9 (b) EFFECTIVE DATE.—The amendment made by
10 this section shall apply to bonds issued after December
11 31, 2003.

12 **SEC. 3. ELECTIVE CARRYFORWARD OF UNUSED LIMITA-**
13 **TION.**

14 (a) IN GENERAL.—Section 143(l)(3) of the Internal
15 Revenue Code of 1986 (relating to volume limitation) is
16 amended by adding at the end the following:

17 “(D) ELECTIVE CARRYFORWARD OF UN-
18 USED LIMITATION.—

19 “(i) IN GENERAL.—If—

20 “(I) a State veterans limit for
21 any calendar year after 2002, exceeds

22 “(II) the aggregate amount of
23 qualified veterans’ mortgage bonds
24 issued by such State,

1 such State may irrevocably elect to treat
 2 such excess as a carryforward for qualified
 3 veterans' mortgage bonds.

4 “(ii) USE OF CARRYFORWARD.—

5 “(I) IN GENERAL.—If a State
 6 elects a carryforward under clause (i),
 7 qualified veterans' mortgage bonds
 8 issued during the 3 calendar years fol-
 9 lowing the calendar year in which the
 10 carryforward arose shall not be taken
 11 into account under subparagraph (A)
 12 to the extent the amount of such
 13 bonds does not exceed the amount of
 14 the carryforward so elected.

15 “(II) ORDER IN WHICH
 16 CARRYFORWARD USED.—

17 Carryforwards elected shall be used in
 18 the order of the calendar years in
 19 which such carryforwards arose.”.

20 (b) EFFECTIVE DATE.—The amendment made by
 21 this section shall apply to bonds issued and carryforward
 22 elections made after December 31, 2003.

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