

113TH CONGRESS
2D SESSION

H. R. 3856

To amend the Internal Revenue Code of 1986 to provide a 2-year extension of the exclusion from gross income for the discharge of qualified principal residence indebtedness, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

JANUARY 13, 2014

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

A BILL

To amend the Internal Revenue Code of 1986 to provide a 2-year extension of the exclusion from gross income for the discharge of qualified principal residence indebtedness, 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,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Homeowners Debt Re-
5 lief Extension Act of 2014”.

1 **SEC. 2. EXTENSION OF EXCLUSION FROM GROSS INCOME**
2 **OF DISCHARGE OF QUALIFIED PRINCIPAL**
3 **RESIDENCE INDEBTEDNESS.**

4 (a) **IN GENERAL.**—Subparagraph (E) of section
5 108(a)(1) of the Internal Revenue Code of 1986 is amend-
6 ed by striking “January 1, 2014” and inserting “January
7 1, 2016”.

8 (b) **EFFECTIVE DATE.**—The amendment made by
9 this section shall apply to indebtedness discharged after
10 December 31, 2013.

11 **SEC. 3. LIMITATION ON SECTION 199 DEDUCTION ATTRIB-**
12 **UTABLE TO OIL, NATURAL GAS, OR PRIMARY**
13 **PRODUCTS THEREOF.**

14 (a) **DENIAL OF DEDUCTION.**—Paragraph (4) of sec-
15 tion 199(c) of the Internal Revenue Code of 1986 is
16 amended by adding at the end the following new subpara-
17 graph:

18 “(E) **SPECIAL RULE FOR CERTAIN OIL**
19 **AND GAS INCOME.**—In the case of any taxpayer
20 who is a major integrated oil company (as de-
21 fined in section 167(h)(5)(B)) for the taxable
22 year, the term ‘domestic production gross re-
23 ceipts’ shall not include gross receipts from the
24 production, transportation, or distribution of
25 oil, natural gas, or any primary product (within
26 the meaning of subsection (d)(9)) thereof.”.

1 (b) **EFFECTIVE DATE.**—The amendment made by
2 subsection (a) shall apply to taxable years beginning after
3 December 31, 2013.

4 **SEC. 4. DEBT REDUCTION.**

5 The net amount of any savings realized as a result
6 of the enactment of this Act and the amendments made
7 by this Act shall be deposited in the Treasury of the
8 United States and used only to redeem outstanding Fed-
9 eral debt.

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