

107TH CONGRESS
1ST SESSION

S. 615

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 SENATE OF THE UNITED STATES

MARCH 26, 2001

Mr. KOHL 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 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,*

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

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

9 (1) by striking “at some time before January 1,
10 1977” in subparagraph (A), and

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

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

6 (b) EFFECTIVE DATE.—The amendments made by
7 this section shall apply to financing provided and mort-
8 gage credit certificates issued after June 30, 2001.

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

10 (a) IN GENERAL.—Subparagraph (B) of section
11 143(l)(3) of the Internal Revenue Code of 1986 (relating
12 to volume limitation) is amended to read as follows:

13 “(B) STATE VETERANS LIMIT.—A State
14 veterans limit for any calendar year is the
15 amount equal to—

16 “(i) \$425,000,000 for the State of
17 Texas,

18 “(ii) \$537,000,000 for the State of
19 California,

20 “(iii) \$200,000,000 for the State of
21 Oregon,

22 “(iv) \$200,000,000 for the State of
23 Wisconsin, and

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

1 (b) EFFECTIVE DATE.—The amendment made by
 2 this section shall apply to bonds issued after December
 3 31, 2001.

4 **SEC. 3. ELECTIVE CARRYFORWARD OF UNUSED LIMITA-**
 5 **TION.**

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

9 “(D) ELECTIVE CARRYFORWARD OF UN-
 10 USED LIMITATION.—

11 “(i) IN GENERAL.—If—

12 “(I) a State veterans limit for
 13 any calendar year after 2000, exceeds

14 “(II) the aggregate amount of
 15 qualified veterans’ mortgage bonds
 16 issued by such State,

17 such State may irrevocably elect to treat
 18 such excess as a carryforward for qualified
 19 veterans’ mortgage bonds.

20 “(ii) USE OF CARRYFORWARD.—

21 “(I) IN GENERAL.—If a State
 22 elects a carryforward under clause (i),
 23 qualified veterans’ mortgage bonds
 24 issued during the 3 calendar years fol-
 25 lowing the calendar year in which the

1 carryforward arose shall not be taken
2 into account under subparagraph (A)
3 to the extent the amount of such
4 bonds does not exceed the amount of
5 the carryforward so elected.

6 “(II) ORDER IN WHICH
7 CARRYFORWARD USED.—
8 Carryforwards elected shall be used in
9 the order of the calendar years in
10 which such carryforwards arose.”.

11 (b) EFFECTIVE DATE.—The amendment made by
12 this section shall apply to bonds issued and carryforward
13 elections made after December 31, 2001.

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