

117TH CONGRESS  
1ST SESSION

# H. R. 1742

To amend the Internal Revenue Code of 1986 to treat Puerto Rico as part of the United States for purposes of determining whether real property qualifies for treatment as a like-kind exchange.

---

## IN THE HOUSE OF REPRESENTATIVES

MARCH 10, 2021

Miss GONZÁLEZ-COLÓN 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 treat Puerto Rico as part of the United States for purposes of determining whether real property qualifies for treatment as a like-kind exchange.

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 “Real Estate Exchange  
5 Fairness Act of 2021”.

1 **SEC. 2. PUERTO RICO TREATED AS PART OF UNITED**  
2 **STATES FOR PURPOSES OF LIKE-KIND EX-**  
3 **CHANGES.**

4 (a) **IN GENERAL.**—Section 1031(h) of the Internal  
5 Revenue Code of 1986 is amended by adding at the end  
6 the following: “For purposes of the preceding sentence,  
7 the term ‘United States’ shall be treated as including  
8 Puerto Rico.”.

9 (b) **EFFECTIVE DATE.**—The amendment made by  
10 this section shall apply to exchanges completed after the  
11 date of the enactment of this Act.

○