

105TH CONGRESS  
1ST SESSION

# H. R. 1441

To amend the Internal Revenue Code of 1986 with respect to discharge of indebtedness income from prepayment of loans under section 306B of the Rural Electrification Act of 1936.

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## IN THE HOUSE OF REPRESENTATIVES

APRIL 24, 1997

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

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## A BILL

To amend the Internal Revenue Code of 1986 with respect to discharge of indebtedness income from prepayment of loans under section 306B of the Rural Electrification Act of 1936.

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. DISCHARGE OF INDEBTEDNESS INCOME FROM**  
4       **PREPAYMENT OF RUS LOANS.**

5       Subparagraph (C) of section 501(c)(12) of the Inter-  
6       nal Revenue Code of 1986 is amended—

7               (1) by striking “or” at the end of clause (i),

8               (2) by striking “,306B,” in clause (ii),

1           (3) by striking the period at the end of clause  
2           (ii) and inserting “,or”, and

3           (4) by adding at the end the following new  
4           clause:

5                       “(iii) from the prepayment of a loan  
6                       under section 306B of the Rural Elec-  
7                       trification Act of 1936 (as in effect on  
8                       January 1, 1993).”

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