

In the Senate of the United States,

October 21 (legislative day, October 2), 1998.

Resolved, That the bill from the House of Representatives (H.R. 2513) entitled “An Act to amend the Internal Revenue Code of 1986 to restore and modify the provision of the Taxpayer Relief Act of 1997 relating to exempting active financing income from foreign personal holding company income and to provide for the nonrecognition of gain on the sale of stock in agricultural processors to certain farmers’ co-operatives, and for other purposes.”, do pass with the following

AMENDMENTS:

Strike out all after the enacting clause and insert:

1 ***SECTION 1. EXEMPTION FROM FEDERAL TAXATION OF RE-***
2 ***WARD PAID IN UNABOMBER CASE IF USED TO***
3 ***COMPENSATE VICTIMS AND THEIR FAMILIES***
4 ***OR TO PAY CERTAIN ATTORNEYS’ FEES.***

5 *(a) IN GENERAL.—For purposes of the Internal Reve-*
6 *nue Code of 1986, if the requirements of subsection (b) are*
7 *met with respect to the amounts received by David R.*

1 *Kaczynski of Schenectady, New York, and his wife, Linda*
2 *E. Patrik, from the United States as a reward for informa-*
3 *tion leading to the arrest of Theodore J. Kaczynski in the*
4 *“Unabomber” case, then—*

5 *(1) their gross income shall not include (and no*
6 *deduction shall be allowed to them with respect to)*
7 *such amounts; and*

8 *(2) any payment by them to victims and their*
9 *families in such case shall not be treated as a gift for*
10 *purposes of subtitle B of such Code and shall not be*
11 *included in gross income of the recipients.*

12 *(b) REQUIREMENTS.—For purposes of subsection (a),*
13 *the requirements of this subsection are met if all of the*
14 *amounts described in subsection (a) are used only for the*
15 *following purposes:*

16 *(1) Payment by Mr. David R. Kaczynski and*
17 *Ms. Linda E. Patrik before September 15, 1998, to*
18 *their attorneys for attorneys’ fees incurred by them in*
19 *connection with the “Unabomber” case.*

20 *(2) Payment by Mr. David R. Kaczynski and*
21 *Ms. Linda E. Patrik of State and local taxes on such*
22 *amounts.*

23 *(3) Payment of all remaining amounts by Mr.*
24 *David R. Kaczynski and Ms. Linda E. Patrik no*
25 *later than 1 year after the date of the enactment of*

1 *this Act to the victims and their families in the*
2 *“Unabomber” case or to an irrevocable trust estab-*
3 *lished exclusively for the benefit of such victims and*
4 *their families.*

5 *(c) VICTIMS AND THEIR FAMILIES.—For purposes of*
6 *this section, the Attorney General of the United States or*
7 *her delegate shall identify the individuals who are to be*
8 *treated as victims and their families in the “Unabomber”*
9 *case.*

Amend the title so as to read: “An Act to provide tax-free treatment of reward monies donated to the victims of “Unabomber” Theodore Kaczynski.”.

Attest:

Secretary.

105TH CONGRESS
2^D SESSION

H. R. 2513

AMENDMENTS