

105TH CONGRESS
1ST SESSION

S. 1251

To amend the Internal Revenue Code of 1986 to increase the amount of private activity bonds which may be issued in each State, and to index such amount for inflation.

IN THE SENATE OF THE UNITED STATES

OCTOBER 3, 1997

Mr. D'AMATO (for himself and Mr. BREAUX) 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 to increase the amount of private activity bonds which may be issued in each State, and to index such amount for inflation.

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. INCREASE IN STATE CEILING ON PRIVATE AC-**
4 **TIVITY BONDS.**

5 (a) REPEAL OF POST-1987 REDUCTION.—Subsection
6 (d) of section 146 of the Internal Revenue Code of 1986
7 (relating to State ceiling) is amended by striking para-
8 graph (2).

1 (b) ADJUSTMENT OF STATE CEILING FOR IN-
 2 CREASES IN COST-OF-LIVING.—Subsection (d) of section
 3 146 of such Code is amended by inserting after paragraph
 4 (1) the following new paragraph:

5 “(2) COST-OF-LIVING ADJUSTMENT.—

6 “(A) IN GENERAL.—In the case of a cal-
 7 endar year after 1998, each of the dollar
 8 amounts contained in paragraph (1) shall be in-
 9 creased by an amount equal to—

10 “(i) such dollar amount, multiplied by

11 “(ii) the cost-of-living adjustment de-
 12 termined under section 1(f)(3) for such
 13 calendar year by substituting ‘calendar
 14 year 1997’ for ‘calendar year 1992’ in sub-
 15 paragraph (B) thereof.

16 “(B) ROUNDING.—If any increase under
 17 subparagraph (A) is not a multiple of the appli-
 18 cable dollar amount, such increase shall be
 19 rounded to the nearest applicable dollar
 20 amount. For purposes of the preceding sen-
 21 tence, the applicable dollar amount is—

22 “(i) \$1 in the case of an adjustment
 23 of the \$75 amount in paragraph (1)(A),
 24 and

1 “(ii) \$5 in the case of an adjustment
2 of the \$250 amount in paragraph (1)(B).”

3 (c) EFFECTIVE DATE.—The amendments made by
4 this section shall apply to calendar years after 1997.

