

106TH CONGRESS
2D SESSION

H. R. 3663

To amend the Internal Revenue Code of 1986 to exclude from gross income payments made under Department of Defense programs for the repayment of student loans of members of the Armed Forces.

IN THE HOUSE OF REPRESENTATIVES

FEBRUARY 15, 2000

Mr. OSE (for himself and Mr. CONDIT) 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 exclude from gross income payments made under Department of Defense programs for the repayment of student loans of members of the Armed Forces.

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. EXCLUSION FROM GROSS INCOME FOR DE-**
4 **PARTMENT OF DEFENSE PAYMENTS ON STU-**
5 **DENT LOANS OF MEMBERS OF THE ARMED**
6 **FORCES.**

7 (a) IN GENERAL.—Part III of subchapter B of chap-
8 ter 1 of the Internal Revenue Code of 1986 (relating to

1 items specifically excluded from gross income) is amended
2 by redesignating section 139 as section 139A and by in-
3 serting after section 138 the following new section:

4 **“SEC. 139. CERTAIN PAYMENTS ON STUDENT LOANS OF**
5 **MEMBERS OF ARMED FORCES.**

6 “Gross income shall not include any payment made
7 under any of the following sections as in effect on the date
8 of the enactment of this section:

9 “(1) Section 2171 of title 10, United States
10 Code (relating to education loan repayment pro-
11 gram: enlisted members on active duty in specified
12 military specialties).

13 “(2) Section 2173 of such title (relating to edu-
14 cation loan repayment program: commissioned offi-
15 cers in specified health professions).

16 “(3) Section 16301 of such title (relating to
17 education loan repayment program: enlisted mem-
18 bers of Selected Reserve with critical specialties).

19 “(4) Section 16302 of such title (relating to
20 education loan repayment program: health profes-
21 sions officers serving in Selected Reserve with war-
22 time critical medical skill shortages).”

23 (b) CLERICAL AMENDMENT.—The table of sections
24 for such part III is amended by striking the last item and
25 inserting the following new items:

“Sec. 139. Certain payments on student loans of members of
Armed Forces.

“Sec. 139A. Cross references to other Acts.”

1 (c) EFFECTIVE DATE.—The amendments made by
2 this section shall apply to payments in taxable years end-
3 ing after the date of the enactment of this Act.

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