

107TH CONGRESS  
1ST SESSION

# H. R. 1196

To amend the Internal Revenue Code of 1986 to allow State and local taxes to be deducted in computing the alternative minimum tax.

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## IN THE HOUSE OF REPRESENTATIVES

MARCH 22, 2001

Mr. RANGEL 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 to allow State and local taxes to be deducted in computing the alternative minimum tax.

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. DEDUCTION FOR STATE AND LOCAL TAXES AL-**  
4                       **LOWED IN COMPUTING ALTERNATIVE MIN-**  
5                       **IMUM TAX.**

6       (a) IN GENERAL.—The last sentence of section  
7       56(b)(1)(A) of the Internal Revenue Code of 1986 (relat-  
8       ing to limitations on deductions) is amended by inserting  
9       before the period “and shall not apply to State and local  
10      taxes”.

1       (b) EFFECTIVE DATE.—The amendment made by  
2 this section shall apply to taxable years beginning after  
3 December 31, 2000.

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