

107TH CONGRESS
2D SESSION

H. R. 5165

To amend the Internal Revenue Code of 1986 to provide for an enhanced deduction for qualified residence interest on acquisition indebtedness for heritage homes.

IN THE HOUSE OF REPRESENTATIVES

JULY 18, 2002

Mr. PLATTS (for himself, Mr. JENKINS, and Mr. SOUDER) 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 provide for an enhanced deduction for qualified residence interest on acquisition indebtedness for heritage homes.

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. SHORT TITLE.**

4 This Act may be cited as the “Heritage Homes Tax
5 Incentive Act of 2001”.

1 **SEC. 2. ENHANCED DEDUCTION FOR QUALIFIED RESI-**
2 **DENCE INTEREST ON ACQUISITION INDEBT-**
3 **EDNESS FOR HERITAGE HOMES.**

4 (a) IN GENERAL.—Subsection (h) of section 163 of
5 the Internal Revenue Code of 1986 (relating to disallow-
6 ance of deduction for personal interest) is amended by
7 adding at the end the following new paragraph:

8 “(6) HERITAGE HOME.—

9 “(A) IN GENERAL.—In the case of quali-
10 fied residence interest which is paid or accrued
11 on acquisition indebtedness incurred with re-
12 spect to the heritage home of the taxpayer, the
13 deduction under subsection (a) shall be 125
14 percent of the amount otherwise allowable by
15 subsection (a).

16 “(B) HERITAGE HOME.—For purposes of
17 subparagraph (A), the term ‘heritage home’
18 means the principal residence of the taxpayer—

19 “(i) the construction of which was
20 substantially completed at least 50 years
21 before the beginning of the taxable year,

22 “(ii) which is a certified historical
23 structure (as defined in section
24 47(c)(3)(A)),

1 “(iii) which is located in a registered
2 historical district (as defined in section
3 47(c)(3)(B)), or

4 “(iv) which is located on land which
5 was platted for residential purposes at
6 least 50 years prior to the beginning of the
7 taxable year.”.

8 (b) EFFECTIVE DATE.—The amendment made by
9 subsection (a) shall apply to taxable years beginning after
10 the date of the enactment of this Act.

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