

107TH CONGRESS
1ST SESSION

S. 314

To amend the Internal Revenue Code of 1986 to provide declaratory judgment relief for section 521 cooperatives.

IN THE SENATE OF THE UNITED STATES

FEBRUARY 13, 2001

Mr. GRASSLEY 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 provide declaratory judgment relief for section 521 cooperatives.

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. DECLARATORY JUDGMENT RELIEF FOR SEC-**
4 **TION 521 COOPERATIVES.**

5 (a) IN GENERAL.—Section 7428(a)(1) of the Internal
6 Revenue Code of 1986 (relating to declaratory judgments
7 of tax exempt organizations) is amended by striking “or”
8 at the end of subparagraph (B) and by adding at the end
9 the following new subparagraph:

1 “(D) with respect to the initial qualifica-
2 tion or continuing qualification of a cooperative
3 as described in section 521(b) which is exempt
4 from tax under section 521(a), or”.

5 (b) EFFECTIVE DATE.—The amendments made by
6 this section shall apply with respect to pleadings filed after
7 the date of the enactment of this Act but only with respect
8 to determinations (or requests for determinations) made
9 after January 1, 2001.

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