

107TH CONGRESS  
1ST SESSION

# S. 314

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

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## 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

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## 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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