

108TH CONGRESS  
1ST SESSION

# H. R. 1514

To amend the Internal Revenue Code of 1986 to reduce for individuals the maximum rate of tax on unrecaptured section 1250 gain from 25 percent to 20 percent.

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## IN THE HOUSE OF REPRESENTATIVES

MARCH 31, 2003

Mr. ENGLISH 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 reduce for individuals the maximum rate of tax on unrecaptured section 1250 gain from 25 percent to 20 percent.

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. REDUCTION FOR INDIVIDUALS IN MAXIMUM**  
4 **CAPITAL GAINS RATES ON UNRECAPTURED**  
5 **SECTION 1250 GAIN.**

6 (a) REGULAR TAX.—

7 (1) Paragraph (1) of section 1(h) of the Inter-  
8 nal Revenue Code of 1986 (relating to maximum  
9 capital gains rate) is amended by adding “and” at

1 the end of subparagraph (C), by striking subpara-  
2 graph (D), and by redesignating subparagraph (E)  
3 as subparagraph (D).

4 (2) Paragraph (4) of section 1(h) of such Code  
5 is amended by striking “the sum of—” and all that  
6 follows and inserting “28-percent rate gain.”

7 (3) Subsection (h) of section 1 of such Code is  
8 amended by striking paragraph (7) and by redesignig-  
9 nating paragraphs (8) through (12) as paragraphs  
10 (7) through (11), respectively.

11 (4) Paragraph (8) of section 1(h) of such Code  
12 (as redesignated by paragraph (3)) is amended by  
13 striking “, gain described in paragraph (7)(A)(i),  
14 and”.

15 (b) MINIMUM TAX.—

16 (1) Clause (ii) of section 55(b)(3)(A) of such  
17 Code is amended to read as follows:

18 “(ii) the adjusted net capital gain,  
19 plus”.

20 (2) Paragraph (3) of section 55(b) of such Code  
21 is amended by striking “plus” at the end of sub-  
22 paragraph (C) and inserting a period and by strik-  
23 ing subparagraph (D).

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

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