

110TH CONGRESS  
1ST SESSION

# H. R. 4132

To amend the Internal Revenue Code of 1986 to increase the exclusion of gain from the sale or exchange of a principal residence to \$1,000,000.

---

## IN THE HOUSE OF REPRESENTATIVES

NOVEMBER 9, 2007

Mr. KIRK (for himself, Mr. ROSKAM, and Mrs. BIGGERT) 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 increase the exclusion of gain from the sale or exchange of a principal residence to \$1,000,000.

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 “Homeowners Exemp-  
5       tion Update Act of 2007”.

1 **SEC. 2. EXCLUSION OF GAIN FROM SALE OR EXCHANGE OF**  
2 **PRINCIPAL RESIDENCE INCREASED TO**  
3 **\$1,000,000.**

4 (a) **IN GENERAL.**—Section 121(b) of the Internal  
5 Revenue Code of 1986 (relating to exclusion of gain from  
6 sale of principal residence) is amended—

7 (1) in paragraph (1) by striking “\$250,000”  
8 and inserting “\$500,000”, and

9 (2) in paragraph (2)(A), by striking all that  
10 precedes clause (i) and inserting the following:

11 “(A) \$1,000,000 LIMITATION FOR CERTAIN  
12 JOINT RETURNS.—Paragraph (1) shall be ap-  
13 plied by substituting ‘\$1,000,000’ for  
14 ‘\$500,000’ if—”.

15 (b) **EFFECTIVE DATE.**—The amendments made by  
16 subsection (a) shall apply to sales and exchanges after the  
17 date of the enactment of this Act in taxable years ending  
18 after such date.

○