

110TH CONGRESS
1ST SESSION

H. R. 952

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

FEBRUARY 8, 2007

Mr. PLATTS 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 2007”.

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 historic struc-
 23 ture (as defined in section 47(c)(3)(A)),

24 “(iii) which is located in a registered
 25 historic district (as defined in section
 26 47(c)(3)(B)), or

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

5 (b) DEDUCTION ALLOWED WHETHER OR NOT TAX-
6 PAYER ITEMIZES DEDUCTIONS.—Subsection (a) of section
7 62 of such Code (defining adjusted gross income) is
8 amended by inserting before the last sentence the fol-
9 lowing new paragraph:

10 “(22) QUALIFIED RESIDENCE INTEREST ON AC-
11 QUISITION INDEBTEDNESS FOR HERITAGE HOMES.—
12 The deduction under section 163 for qualified resi-
13 dence interest on acquisition indebtedness with re-
14 spect to the heritage home of the taxpayer. Terms
15 used in the preceding sentence have the meanings
16 given such terms by section 163.”.

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

○