

114TH CONGRESS
2D SESSION

S. 3527

To amend the Internal Revenue Code of 1986 to prevent high net worth individuals from receiving tax windfalls for entering government service.

IN THE SENATE OF THE UNITED STATES

DECEMBER 8, 2016

Mr. WHITEHOUSE (for himself, Ms. WARREN, Ms. BALDWIN, and Mrs. BOXER) 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 prevent high net worth individuals from receiving tax windfalls for entering government service.

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 “No Windfalls for Gov-
5 ernment Service Act”.

1 **SEC. 2. LIFETIME LIMITATION ON NONRECOGNITION OF**
2 **PROPERTY SOLD TO COMPLY WITH CON-**
3 **FFLICT-OF-INTEREST REQUIREMENTS.**

4 (a) IN GENERAL.—Section 1043 of the Internal Rev-
5 enue Code of 1986 is amended by adding at the end the
6 following new subsection:

7 “(d) LIMITATION.—The amount of gain to which
8 subsection (a) applies with respect to any taxpayer for a
9 taxable year shall not exceed \$1,000,000 reduced by the
10 amount of gain to which subsection (a) applied with re-
11 spect to such taxpayer for all preceding taxable years.”.

12 (b) EFFECTIVE DATE.—The amendment made by
13 this section shall apply to sales in taxable years beginning
14 after December 31, 2016.

○