

treated as includible corporations (without any exclusion under section 1504(b)) and the acquired corporation shall not be treated as an includible corporation.

**(h) Changes in obligation**

For purposes of this section—

(1) Any extension, renewal, or refinancing of an obligation evidencing a preexisting indebtedness shall not be deemed to be the issuance of a new obligation.

(2) Any obligation which is corporate acquisition indebtedness of the issuing corporation is also corporate acquisition indebtedness of any corporation which becomes liable for such obligation as guarantor, endorser, or indemnitor or which assumes liability for such obligation in any transaction.

**(i) Effect on other provisions**

No inference shall be drawn from any provision in this section that any instrument designated as a bond, debenture, note, or certificate or other evidence of indebtedness by its issuer represents an obligation or indebtedness of such issuer in applying any other provision of this title.

(Added Pub. L. 91-172, title IV, §411(a), Dec. 30, 1969, 83 Stat. 604; amended Pub. L. 94-455, title XIX, §1906(b)(13)(A), Oct. 4, 1976, 90 Stat. 1834; Pub. L. 94-514, §1(a), Oct. 15, 1976, 90 Stat. 2443; Pub. L. 113-295, div. A, title II, §221(a)(47)(A), Dec. 19, 2014, 128 Stat. 4045.)

**Editorial Notes**

AMENDMENTS

2014—Subsec. (a)(2). Pub. L. 113-295, §221(a)(47)(A)(i), struck out “after December 31, 1967,” after “(A) issued”.

Subsec. (b). Pub. L. 113-295, §221(a)(47)(A)(ii), struck out “after October 9, 1969,” after “evidence of indebtedness issued” in introductory provisions.

Subsec. (d)(5). Pub. L. 113-295, §221(a)(47)(A)(iii), struck out “after October 9, 1969, and” after “some time”.

Subsecs. (i), (j). Pub. L. 113-295, §221(a)(47)(A)(iv), re-designated subsec. (j) as (i) and struck out former subsec. (i). Prior to amendment, text of subsec. (i) read as follows: “For purposes of this section, an obligation shall not be corporate acquisition indebtedness if issued after October 9, 1969, to provide consideration for the acquisition of—

“(1) stock or assets pursuant to a binding written contract which was in effect on October 9, 1969, and at all times thereafter before such acquisition, or

“(2) stock in any corporation where the issuing corporation, on October 9, 1969, and at all times thereafter before such acquisition, owned at least 50 percent of the total combined voting power of all classes of stock entitled to vote of the acquired corporation.”

1976—Subsecs. (c)(3)(B), (g). Pub. L. 94-455 struck out “or his delegate” after “Secretary”.

Subsec. (i). Pub. L. 94-514 struck out provisions that par. (2) would cease to apply when (at any time on or after October 9, 1969) the issuing corporation has acquired control (as defined in section 368(c)) of the acquired corporation.

**Statutory Notes and Related Subsidiaries**

EFFECTIVE DATE OF 2014 AMENDMENT

Pub. L. 113-295, div. A, title II, §221(a)(47)(B), Dec. 19, 2014, 128 Stat. 4045, provided that: “The amendments

made by this paragraph [amending this section] shall not—

“(i) apply to obligations issued on or before October 9, 1969 (determined in the same manner as under section 279 of the Internal Revenue Code of 1986 as in effect before such amendments), and

“(ii) be construed to require interest on obligations issued on or before December 31, 1967, to be taken into account under section 279(a)(2) of such Code (as in effect after such amendments).”

Except as otherwise provided in section 221(a) of Pub. L. 113-295, amendment by Pub. L. 113-295 effective Dec. 19, 2014, subject to a savings provision, see section 221(b) of Pub. L. 113-295, set out as a note under section 1 of this title.

EFFECTIVE DATE OF 1976 AMENDMENT

Pub. L. 94-514, §1(b), Oct. 15, 1976, 90 Stat. 2443, provided that: “The amendment made by subsection (a) [amending this section] shall apply to taxable years ending after October 9, 1969. If refund or credit of any overpayment of income tax resulting from the amendment made by subsection (a) [amending this section] is prevented on the date of the enactment of this Act [Oct. 15, 1976], or at any time within one year after such date, by the operation of any law or rule of law, refund or credit of such overpayment may, nevertheless, be made or allowed if claim therefor is filed within one year from such date.”

EFFECTIVE DATE

Pub. L. 91-172, title IV, §411(c), Dec. 30, 1969, 83 Stat. 608, provided that: “The amendments made by this section [enacting this section] shall apply to the determination of the allowability of the deduction of interest paid or incurred with respect to indebtedness incurred after October 9, 1969.”

**[§ 280. Repealed. Pub. L. 99-514, title VIII, § 803(b)(2)(A), Oct. 22, 1986, 100 Stat. 2355]**

Section, added Pub. L. 94-455, title II, §210(a), Oct. 4, 1976, 90 Stat. 1544; amended Pub. L. 95-600, title VII, §701(m)(2), Nov. 6, 1978, 92 Stat. 2907; Pub. L. 97-354, §5(a)(25), Oct. 19, 1982, 96 Stat. 1694, related to certain expenditures incurred in the production of films, books, records, or similar property.

**Statutory Notes and Related Subsidiaries**

EFFECTIVE DATE OF REPEAL

If any interest costs incurred after Dec. 31, 1986, are attributable to costs incurred before Jan. 1, 1987, the repeal of this section is applicable to such interest costs only to the extent such interest costs are attributable to costs which were required to be capitalized under section 263 of the Internal Revenue Code of 1954 and which would have been taken into account in applying section 189 of the Internal Revenue Code of 1954 (as in effect before its repeal by section 803 of Pub. L. 99-514) or, if applicable, section 266 of such Code, see section 7831(d)(2) of Pub. L. 101-239, set out as an Effective Date note under section 263A of this title.

Repeal applicable to costs incurred after Dec. 31, 1986, in taxable years ending after such date, except as otherwise provided, see section 803(d) of Pub. L. 99-514, set out as an Effective Date note under section 263A of this title.

**§ 280A. Disallowance of certain expenses in connection with business use of home, rental of vacation homes, etc.**

**(a) General rule**

Except as otherwise provided in this section, in the case of a taxpayer who is an individual or an S corporation, no deduction otherwise allowable under this chapter shall be allowed with re-