

115TH CONGRESS
2^D SESSION

S. _____

To amend the Internal Revenue Code of 1986 to eliminate the requirement that the taxpayer's basis in a building be reduced by the amount of the rehabilitation credit determined with respect to such building.

IN THE SENATE OF THE UNITED STATES

Mr. CASSIDY introduced the following bill; which was read twice and referred to the Committee on _____

A BILL

To amend the Internal Revenue Code of 1986 to eliminate the requirement that the taxpayer's basis in a building be reduced by the amount of the rehabilitation credit determined with respect to such building.

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. ELIMINATION OF REHABILITATION CREDIT
4 BASIS ADJUSTMENT.

5 (a) IN GENERAL.—Section 50(c) of the Internal Rev-
6 enue Code of 1986 is amended by adding at the end the
7 following newparagraph:

1 “(6) EXCEPTION FOR REHABILITATION CRED-
2 IT.—In the case of the rehabilitation credit, para-
3 graph (1) shall not apply.”.

4 (b) TREATMENT IN CASE OF CREDIT ALLOWED TO
5 LESSEE.—Section 50(d) of such Code is amended by add-
6 ing at the end the following: “In the case of the rehabilita-
7 tion credit, paragraph (5)(B) of the section 48(d) referred
8 to in paragraph (5) of this subsection shall not apply.”.

9 (c) EFFECTIVE DATE.—The amendments made by
10 this section shall apply to property placed in service after
11 the date of the enactment of this Act.