

109TH CONGRESS
1ST SESSION

H. R. 1171

To amend the Internal Revenue Code of 1986 to clarify the small issuer exception from the tax-exempt bond arbitrage rebate requirement.

IN THE HOUSE OF REPRESENTATIVES

MARCH 8, 2005

Mr. LEWIS of Kentucky 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 clarify the small issuer exception from the tax-exempt bond arbitrage rebate requirement.

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. CLARIFICATION OF SMALL ISSUER EXCEPTION**
4 **FROM TAX-EXEMPT BOND ARBITRAGE RE-**
5 **BATE REQUIREMENT.**

6 (a) IN GENERAL.—Subclause (III) of section
7 148(f)(4)(D)(i) of the Internal Revenue Code of 1986 (re-
8 lating to exception for governmental units issuing
9 \$5,000,000 or less of bonds) is amended by striking “(or”
10 and inserting a comma and by striking “issuer)” and in-

1 serring “issuer, or of 1 or more governmental units each
2 of which meets the requirement of subclause (IV) and is
3 located in the same State as the issuer”.

4 (b) EFFECTIVE DATE.—The amendment made by
5 this section shall apply to obligations issued after the date
6 of the enactment of this Act.

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