

109<sup>TH</sup> CONGRESS  
1<sup>ST</sup> SESSION

# S. 533

To amend the Internal Revenue Code of 1986 to clarify that a NADBank guarantee is not considered a Federal guarantee for purposes of determining the tax-exempt status of bonds.

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IN THE SENATE OF THE UNITED STATES

MARCH 4, 2005

Mrs. HUTCHISON introduced the following bill; which was read twice and referred to the Committee on Finance

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## A BILL

To amend the Internal Revenue Code of 1986 to clarify that a NADBank guarantee is not considered a Federal guarantee for purposes of determining the tax-exempt status of bonds.

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. CERTAIN GUARANTEES NOT CONSIDERED FED-**  
4                               **ERAL GUARANTEES FOR PURPOSES OF DE-**  
5                               **TERMINING TAX-EXEMPT STATUS OF BONDS.**

6       (a) IN GENERAL.—Section 149(b)(3)(A)(i) of the In-  
7       ternal Revenue Code of 1986 (relating to certain insur-

1   ance programs) is amended by inserting “the North Amer-  
2   ican Development Bank,” after “Corporation,”.

3       (b) **EFFECTIVE DATE.**—The amendment made by  
4   this section shall apply with respect to any bond issued  
5   before, on, or after the date of the enactment of this Act.

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