

103^D CONGRESS
2^D SESSION

H. R. 4421

To amend the Internal Revenue Code of 1986 to provide that tax-exempt interest shall not be taken into account in determining the amount of social security benefits included in gross income.

IN THE HOUSE OF REPRESENTATIVES

MAY 12, 1994

Mr. SOLOMON (for himself, Mr. STUMP, Mr. BUNNING, Mr. LEVY, Mr. KYL, and Mr. SENSENBRENNER), 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 provide that tax-exempt interest shall not be taken into account in determining the amount of social security benefits included in gross income.

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. TAX-EXEMPT INTEREST NOT TAKEN INTO AC-**
4 **COUNT IN DETERMINING TAXATION OF SO-**
5 **CIAL SECURITY BENEFITS.**

6 (a) IN GENERAL.—Paragraph (2) of section 86(b) of
7 the Internal Revenue Code of 1986 (relating to social se-
8 curity and tier 1 railroad retirement benefits) is amended

1 by striking “gross income—” and all that follows and in-
2 serting “gross income determined without regard to this
3 section and sections 135, 911, 931, and 933.”.

4 (b) EFFECTIVE DATE.—The amendment made by
5 subsection (a) shall apply to taxable years beginning after
6 the date of the enactment of this Act.

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