

108TH CONGRESS
1ST SESSION

S. 1759

To amend the Internal Revenue Code of 1986 to reduce the holding period to 12 months for purposes of determining whether horses are section 1231 assets.

IN THE SENATE OF THE UNITED STATES

OCTOBER 20, 2003

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

A BILL

To amend the Internal Revenue Code of 1986 to reduce the holding period to 12 months for purposes of determining whether horses are section 1231 assets.

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. REDUCTION OF HOLDING PERIOD TO 12**
4 **MONTHS FOR PURPOSES OF DETERMINING**
5 **WHETHER HORSES ARE SECTION 1231 AS-**
6 **SETS.**

7 (a) IN GENERAL.—Subparagraph (A) of section
8 1231(b)(3) of the Internal Revenue Code of 1986 (relating

1 to definition of property used in the trade or business)
2 is amended by striking “and horses”.

3 (b) **EFFECTIVE DATE.**—The amendment made by
4 this section shall apply to taxable years beginning after
5 December 31, 2003.

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