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113TH CONGRESS
1ST SESSION

S. 1187

To prevent homeowners from being forced to pay taxes on forgiven mortgage loan debt.

IN THE SENATE OF THE UNITED STATES

JUNE 19, 2013

Ms. STABENOW (for herself, Mr. HELLER, Mr. MENENDEZ, and Mr. ISAKSON) introduced the following bill; which was read twice and referred to the Committee on Finance

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A BILL

To prevent homeowners from being forced to pay taxes on forgiven mortgage loan debt.

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,

SECTION 1. SHORT TITLE.

This Act may be cited as the ''Mortgage Forgiveness Tax Relief Act''.

SEC. 2. EXTENSION OF EXCLUSION FROM GROSS INCOME OF DISCHARGE OF QUALIFIED PRINCIPAL RESIDENCE INDEBTEDNESS.

(a) IN GENERAL.—Subparagraph (E) of section 108(a)(1) of the Internal Revenue Code of 1986 is amend-

ed by striking ''January 1, 2014'' and inserting ''January 1, 2016''.

(b) EFFECTIVE DATE.—The amendment made by this section shall apply to indebtedness discharged after December 31, 2013.

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