

113TH CONGRESS
1ST SESSION

S. _____

To amend the Internal Revenue Code of 1986 to make permanent the minimum low-income housing tax credit rate for unsubsidized buildings and to provide a minimum 4 percent credit rate for existing buildings.

IN THE SENATE OF THE UNITED STATES

Ms. CANTWELL introduced the following bill; which was read twice and referred to the Committee on _____

A BILL

To amend the Internal Revenue Code of 1986 to make permanent the minimum low-income housing tax credit rate for unsubsidized buildings and to provide a minimum 4 percent credit rate for existing buildings.

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. SHORT TITLE.**

4 This Act may be cited as the “Improving the Low
5 Income Housing Tax Credit Rate Act”.

1 **SEC. 2. EXTENSION AND MODIFICATION OF MINIMUM LOW-**
2 **INCOME HOUSING TAX CREDIT RATE FOR**
3 **CERTAIN BUILDINGS.**

4 (a) PERMANENT EXTENSION.—Paragraph (2) of sec-
5 tion 42(b) of the Internal Revenue Code of 1986 is amend-
6 ed—

7 (1) by striking “TEMPORARY MINIMUM CREDIT
8 RATE” in the heading and inserting “MINIMUM
9 CREDIT RATE”, and

10 (2) by striking “with respect to housing credit
11 dollar amount allocations made before January 1,
12 2014” in subparagraph (A).

13 (b) MINIMUM 4 PERCENT CREDIT RATE FOR CER-
14 TAIN EXISTING BUILDINGS.—Subsection (b) of section 42
15 of the Internal Revenue Code of 1986 is amended—

16 (1) by redesignating paragraph (3) as para-
17 graph (4), and

18 (2) by inserting after paragraph (2) the fol-
19 lowing new paragraph:

20 “(3) MINIMUM CREDIT RATE FOR NON-FEDER-
21 ALLY SUBSIDIZED EXISTING BUILDINGS.—In the
22 case of any existing building—

23 “(A) which is placed in service by the tax-
24 payer after the date of the enactment of this
25 paragraph, and

1 “(B) which is not federally subsidized for
2 the taxable year,
3 the applicable percentage shall be not less than 4
4 percent.”.

5 (c) EFFECTIVE DATE.—The amendments made by
6 this section shall apply to buildings placed in service after
7 the date of the enactment of this Act.