

115TH CONGRESS  
2D SESSION

**S.** \_\_\_\_\_

To amend the Internal Revenue Code of 1986 to eliminate the requirement that the taxpayer's basis in a building be reduced by the amount of the rehabilitation credit determined with respect to such building.

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IN THE SENATE OF THE UNITED STATES

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Mr. CASSIDY (for himself and Mr. CARDIN) introduced the following bill;  
which was read twice and referred to the Committee on

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**A BILL**

To amend the Internal Revenue Code of 1986 to eliminate the requirement that the taxpayer's basis in a building be reduced by the amount of the rehabilitation credit determined with respect to such building.

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 "Historic Tax Credit  
5       Enhancement Act".

1   **SEC. 2. ELIMINATION OF REHABILITATION CREDIT BASIS**

2                   **ADJUSTMENT.**

3           (a) IN GENERAL.—Section 50(c) of the Internal Rev-  
4   enue Code of 1986 is amended by adding at the end the  
5   following new paragraph:

6                   “(6) EXCEPTION FOR REHABILITATION CRED-  
7   IT.—In the case of the rehabilitation credit, para-  
8   graph (1) shall not apply.”.

9           (b) TREATMENT IN CASE OF CREDIT ALLOWED TO  
10   LESSEE.—Section 50(d) of such Code is amended by add-  
11   ing at the end the following: “In the case of the rehabilita-  
12   tion credit, paragraph (5)(B) of the section 48(d) referred  
13   to in paragraph (5) of this subsection shall not apply.”.

14          (c) EFFECTIVE DATE.—The amendments made by  
15   this section shall apply to property placed in service after  
16   the date of the enactment of this Act.