

104TH CONGRESS
2D SESSION

S. 1676

To permit the current refunding of certain tax-exempt bonds.

IN THE SENATE OF THE UNITED STATES

APRIL 16, 1996

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

A BILL

To permit the current refunding of certain tax-exempt bonds.

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. CURRENT REFUNDINGS OF CERTAIN TAX-**
4 **EXEMPT BONDS.**

5 (a) IN GENERAL.—Subsection (c) of section 10632
6 of the Revenue Act of 1987 (relating to bonds issued by
7 Indian tribal governments) is amended by adding at the
8 end the following new sentence: “The amendments made
9 by this section shall not apply to any obligation issued
10 after such date if—

1 “(1) such obligation is issued (or is part of a
2 series of obligations issued) to refund an obligation
3 issued on or before such date,

4 “(2) the average maturity date of the issue of
5 which the refunding obligation is a part is not later
6 than the average maturity date of the obligations to
7 be refunded by such issue,

8 “(3) the amount of the refunding obligation
9 does not exceed the outstanding amount of the re-
10 funded obligation, and

11 “(4) the net proceeds of the refunding obliga-
12 tion are used to redeem the refunded obligation not
13 later than 90 days after the date of the issuance of
14 the refunding obligation.

15 For purposes of paragraph (2), average maturity shall be
16 determined in accordance with section 147(b)(2)(A) of the
17 Internal Revenue Code of 1986.”

18 (b) EFFECTIVE DATE.—The amendment made by
19 subsection (a) shall apply to refunding obligations issued
20 after the date of the enactment of this Act.

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