

106TH CONGRESS
2D SESSION

S. 3065

To amend the Internal Revenue Code of 1986 to expand the Hope Scholarship Credit for expenses of individuals receiving certain State scholarships.

IN THE SENATE OF THE UNITED STATES

SEPTEMBER 19, 2000

Mr. MILLER 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 expand the Hope Scholarship Credit for expenses of individuals receiving certain State scholarships.

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. EXPANSION OF HOPE SCHOLARSHIP CREDIT.**

4 (a) DEFINITION OF QUALIFIED TUITION AND RE-
5 LATED EXPENSES.—Section 25A(f)(1) of the Internal
6 Revenue Code of 1986 (relating to qualified tuition and
7 related expenses) is amended by adding at the end the
8 following:

9 “(D) EXCEPTION FOR CERTAIN STATE
10 SCHOLARSHIP RECIPIENTS.—

1 “(i) IN GENERAL.—In the case of an
2 eligible student receiving a State lottery
3 funded merit or academic-based scholar-
4 ship for any academic period, such term
5 shall include reasonable costs for books,
6 supplies, and equipment related to the stu-
7 dent’s academic course of instruction and
8 room and board while attending an eligible
9 educational institution.

10 “(ii) SPECIAL RULES FOR ROOM AND
11 BOARD.—The rules of section
12 529(e)(3)(B)(ii) shall apply to costs for
13 room and board under clause (i).”.

14 (b) EFFECTIVE DATE.—The amendment made by
15 this section shall apply to taxable years beginning after
16 December 31, 2000.

