



(Original Signature of Member)

118<sup>TH</sup> CONGRESS  
2<sup>D</sup> SESSION

**H. R.** \_\_\_\_\_

To amend the Internal Revenue Code of 1986 to clarify the tax-exempt controlled entity rules with respect to certain stock of government-sponsored enterprises.

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IN THE HOUSE OF REPRESENTATIVES

Mr. LAHOOD introduced the following bill; which was referred to the Committee on \_\_\_\_\_

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**A BILL**

To amend the Internal Revenue Code of 1986 to clarify the tax-exempt controlled entity rules with respect to certain stock of government-sponsored enterprises.

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 “Preserving Rural  
5 Housing Investments Act”.

1 **SEC. 2. CLARIFICATION OF TAX-EXEMPT CONTROLLED EN-**  
2 **TITY RULES WITH RESPECT TO CERTAIN**  
3 **STOCK OF GOVERNMENT-SPONSORED EN-**  
4 **TERPRISES.**

5 (a) **IN GENERAL.**—Section 168(h)(6)(F)(iii)(I) of the  
6 Internal Revenue Code of 1986 is amended by adding at  
7 the end the following new sentence: “For purposes of ap-  
8 plying the preceding sentence to the Federal Home Loan  
9 Mortgage Corporation and the Federal National Mortgage  
10 Association, the term ‘tax-exempt entity’ shall not include  
11 the United States or any agency or instrumentality of the  
12 United States.”.

13 (b) **EFFECTIVE DATE.**—The amendment made by  
14 this section shall apply to taxable years ending after July  
15 30, 2008.