

AMENDMENT NO. _____ Calendar No. _____

Purpose: To amend the Internal Revenue Code of 1986 to extend alternative minimum tax relief.

IN THE SENATE OF THE UNITED STATES—110th Cong., 1st Sess.

H. R. 3996

To amend the Internal Revenue Code of 1986 to extend certain expiring provisions, and for other purposes.

Referred to the Committee on _____ and ordered to be printed

Ordered to lie on the table and to be printed

AMENDMENT IN THE NATURE OF A SUBSTITUTE intended to be proposed by Mr. BAUCUS

Viz:

- 1 Strike all after the enacting clause and insert the fol-
- 2 lowing:
- 3 **SECTION 1. SHORT TITLE.**
- 4 This Act may be cited as the “Tax Increase Preven-
- 5 tion Act of 2007”

1 **SEC. 2. EXTENSION OF INCREASED ALTERNATIVE MIN-**
2 **IMUM TAX EXEMPTION AMOUNT.**

3 (a) IN GENERAL.—Paragraph (1) of section 55(d) of
4 the Internal Revenue Code of 1986 (relating to exemption
5 amount) is amended—

6 (1) by striking “(\$62,550 in the case of taxable
7 years beginning in 2006)” in subparagraph (A) and
8 inserting “(\$66,250 in the case of taxable years be-
9 ginning in 2007)”, and

10 (2) by striking “(\$42,500 in the case of taxable
11 years beginning in 2006)” in subparagraph (B) and
12 inserting “(\$44,350 in the case of taxable years be-
13 ginning in 2007)”.

14 (b) EFFECTIVE DATE.—The amendments made by
15 this section shall apply to taxable years beginning after
16 December 31, 2006.

17 **SEC. 3. EXTENSION OF ALTERNATIVE MINIMUM TAX RE-**
18 **LIEF FOR NONREFUNDABLE PERSONAL**
19 **CREDITS.**

20 (a) IN GENERAL.—Paragraph (2) of section 26(a) of
21 the Internal Revenue Code of 1986 (relating to special
22 rule for taxable years 2000 through 2006) is amended—

23 (1) by striking “or 2006” and inserting “2006,
24 or 2007”, and

25 (2) by striking “2006” in the heading thereof
26 and inserting “2007”.

1 (b) **EFFECTIVE DATE.**—The amendments made by
2 this section shall apply to taxable years beginning after
3 December 31, 2006.