

115TH CONGRESS  
1ST SESSION

# S. 13

To amend the Internal Revenue Code of 1986 to prevent high net worth individuals from receiving tax windfalls for entering government service.

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## IN THE SENATE OF THE UNITED STATES

JANUARY 3, 2017

Mr. WHITEHOUSE (for himself, Ms. BALDWIN, Ms. WARREN, and Mrs. FEINSTEIN) introduced the following bill; which was read twice and referred to the Committee on Finance

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## A BILL

To amend the Internal Revenue Code of 1986 to prevent high net worth individuals from receiving tax windfalls for entering government service.

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 “No Windfalls for Gov-  
5 ernment Service Act”.

1 **SEC. 2. LIFETIME LIMITATION ON NONRECOGNITION OF**  
2 **PROPERTY SOLD TO COMPLY WITH CON-**  
3 **FFLICT-OF-INTEREST REQUIREMENTS.**

4 (a) **IN GENERAL.**—Section 1043 of the Internal Rev-  
5 enue Code of 1986 is amended by adding at the end the  
6 following new subsection:

7 “(d) **LIMITATION.**—The amount of gain to which  
8 subsection (a) applies with respect to any taxpayer for a  
9 taxable year shall not exceed \$1,000,000 reduced by the  
10 amount of gain to which subsection (a) applied with re-  
11 spect to such taxpayer for all preceding taxable years.”.

12 (b) **EFFECTIVE DATE.**—The amendment made by  
13 this section shall apply to sales in taxable years beginning  
14 after December 31, 2016.

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