

114TH CONGRESS  
1ST SESSION

# S. 351

To prevent homeowners from being forced to pay taxes on forgiven mortgage loan debt.

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IN THE SENATE OF THE UNITED STATES

FEBRUARY 3, 2015

Mr. HELLER introduced the following bill; which was read twice and referred to the Committee on Finance

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## A BILL

To prevent homeowners from being forced to pay taxes on forgiven mortgage loan debt.

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 “Mortgage Debt Tax  
5 Relief Act”.

6 **SEC. 2. EXTENSION OF EXCLUSION FROM GROSS INCOME**  
7 **OF DISCHARGE OF QUALIFIED PRINCIPAL**  
8 **RESIDENCE INDEBTEDNESS.**

9 (a) IN GENERAL.—Subparagraph (E) of section  
10 108(a)(1) of the Internal Revenue Code of 1986 is amend-

1 ed by striking “January 1, 2015” and inserting “January  
2 1, 2017”.

3 (b) **EFFECTIVE DATE.**—The amendment made by  
4 this section shall apply to indebtedness discharged after  
5 December 31, 2014.

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