

## Union Calendar No.

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

# H. R. 1619

[Report No. 107- ]

To amend the Internal Revenue Code of 1986 to increase the limitation on capital losses applicable to individuals.

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### IN THE HOUSE OF REPRESENTATIVES

APRIL 26, 2001

Ms. LOFGREN introduced the following bill; which was referred to the Committee on Ways and Means

OCTOBER , 2002

Reported with an amendment, committed to the Committee of the Whole House on the State of the Union and ordered to be printed

[Strike out all after the enacting clause and insert the part printed in italic]

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## A BILL

To amend the Internal Revenue Code of 1986 to increase the limitation on capital losses applicable to individuals.

1 *Be it enacted by the Senate and House of Representa-*  
2 *tives of the United States of America in Congress assembled,*



1 **SECTION 1. INCREASE IN LIMITATION ON CAPITAL LOSSES**  
2 **APPLICABLE TO INDIVIDUALS.**

3 (a) **IN GENERAL.**—Paragraph (1) of section 1211(b)  
4 of the Internal Revenue Code of 1986 (relating to limita-  
5 tion on capital losses for taxpayers other than corpora-  
6 tions) is amended by striking “\$3,000 (\$1,500” and in-  
7 serting “\$8,250 (\$4,125”.

8 (b) **ADJUSTMENT FOR INFLATION.**—Section 1211 of  
9 such Code (relating to limitation on capital losses) is  
10 amended by adding at the end the following new sub-  
11 section:

12 “(c) **ADJUSTMENT FOR INFLATION.**—

13 “(1) **IN GENERAL.**—In the case of any taxable  
14 year beginning in a calendar year after 2001, the  
15 \$8,250 and \$4,125 amounts contained in subsection  
16 (b)(1) shall each be increased by an amount equal  
17 to—

18 “(i) such amount, multiplied by

19 “(ii) the cost-of-living adjustment de-  
20 termined under section 1(f)(3) for the cal-  
21 endar year in which the taxable year be-  
22 gins by substituting ‘calendar year 2000’  
23 for ‘calendar year 1992’ in subparagraph  
24 (B) thereof.

25 “(B) **ROUNDING.**—If any increase deter-  
26 mined under paragraph (1) is not a multiple of





1           *‘calendar year 2001’ for ‘calendar year 1992’ in*  
2           *subparagraph (B) thereof.*

3           “(2) *ROUNDING.*—*If any increase determined*  
4           *under paragraph (1) is not a multiple of \$50, such*  
5           *increase shall be rounded to the next highest multiple*  
6           *of \$50.”.*

7           *(c) EFFECTIVE DATE.*—*The amendments made by this*  
8           *section shall apply to taxable years beginning after Decem-*  
9           *ber 31, 2001.*

