

119TH CONGRESS
1ST SESSION

H. R. 2660

To amend the Internal Revenue Code of 1986 to exempt qualified student loan bonds from the volume cap and the alternative minimum tax.

IN THE HOUSE OF REPRESENTATIVES

APRIL 7, 2025

Mr. FEENSTRA introduced the following bill; which was referred to the Committee on Ways and Means

A BILL

To amend the Internal Revenue Code of 1986 to exempt qualified student loan bonds from the volume cap and the alternative minimum tax.

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. QUALIFIED STUDENT LOAN BONDS EXEMPT**
4 **FROM VOLUME CAP AND ALTERNATIVE MIN-**
5 **IMUM TAX.**

6 (a) EXEMPTION FROM VOLUME CAP.—

7 (1) IN GENERAL.—Section 146(g) of the Inter-
8 nal Revenue Code of 1986 is amended by redesign-
9 nating paragraphs (2) through (6) as paragraphs

1 (3) through (7), respectively, and by inserting after
 2 paragraph (1) the following new paragraph:

3 “(2) any qualified student loan bond,”.

4 (2) SPECIAL RULE FOR APPLICATION OF
 5 POOLED FINANCING BOND RULES.—Section
 6 149(f)(6) of such Code is amended by adding at the
 7 end the following new subparagraph:

8 “(C) SPECIAL RULE FOR QUALIFIED STU-
 9 DENT LOAN BONDS.—For purposes of subpara-
 10 graph (A), in the case of any qualified student
 11 loan bond, the term ‘ultimate borrower’ shall
 12 not include any student borrower.”.

13 (3) CONFORMING AMENDMENT.—Section
 14 146(g) of such Code is amended by striking “Para-
 15 graphs (4) and (5)” in the last sentence and insert-
 16 ing “Paragraphs (5) and (6)”.

17 (b) EXEMPTION FROM ALTERNATIVE MINIMUM
 18 TAX.—Section 57(a)(5)(C) of such Code is amended by
 19 redesignating clauses (iv), (v), and (vi) as clauses (v), (vi),
 20 and (vii), respectively, and by inserting after clause (iii)
 21 the following new clause:

22 “(iv) EXCEPTION FOR QUALIFIED
 23 STUDENT LOAN BONDS.—For purposes of
 24 clause (i), the term ‘private activity bond’
 25 shall not include any bond issued after the

1 date of the enactment of this clause if such
2 bond is a qualified student loan bond (as
3 defined in section 144(b)). The preceding
4 sentence shall not apply to any refunding
5 bond unless such preceding sentence ap-
6 plied to the refunded bond (or in the case
7 of a series of refundings, the original
8 bond).”.

9 (c) EFFECTIVE DATES.—The amendments made by
10 this section shall apply to obligations issued after the date
11 of the enactment of this Act.

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