Amendment to Rules Committee Print 115-39

Offered by Mr. Gallego of Arizona

At the end of the bill, add the following new title:

Title VI—Other Matters

Sec. 6001. Discharge of Certain Student Loans of Deceased or Disabled Veterans Excluded from Gross Income.

(a) in general.—Section 108(f) of the Internal Revenue Code of 1986 is amended by adding to the end the following new paragraph:

“(6) Discharge of Certain Student Loans of Deceased or Disabled Veterans Excluded from Gross Income.—

“(A) in general.—In the case of—

“(i) any veteran or member of the Armed Forces who dies,

“(ii) any veteran whom the Secretary of Veterans Affairs determines has a service connected disability rated as total, or

“(iii) with respect to any loan made to an individual described in clause (i) or (ii), any cosigner of such loan, gross income
shall not include any amount received under section 437(a) of the Higher Education Act of 1965 (20 U.S.C. 1087(a)).

“(B) CERTAIN PARENTAL LOANS.—In the case of a parent of a member of the Armed Forces who dies, gross income shall not include any amount received under section 437(d) of the Higher Education Act of 1965 (20 U.S.C. 1087(d)).”.

(b) EFFECTIVE DATE.—The amendment made by this section shall apply to taxable years beginning after December 31, 2017.