

**AMENDMENT TO H.R. 5620, AS REPORTED  
OFFERED BY MR. LANGEVIN OF RHODE ISLAND**

Add at the end the following new sections:

**1 SEC. 11. VETERAN FIRST-TIME HOMEBUYER TAX CREDIT.**

2 (a) IN GENERAL.—Section 36(a) of the Internal Rev-  
3 enue Code of 1986 is amended to read as follows:

4 “(a) ALLOWANCE OF CREDIT.—In the case of an eli-  
5 gible veteran who purchases a principal residence in the  
6 United States during the taxable year, there shall be al-  
7 lowed as a credit against the tax imposed by this subtitle  
8 for such taxable year an amount equal to 10 percent of  
9 the purchase price of the residence.”.

10 (b) ADDITIONAL LIMITATION FOR ADAPTIVE HOUS-  
11 ING IMPROVEMENTS.—Section 36(b)(1) of such Code is  
12 amended by redesignating subparagraphs (B), (C), and  
13 (D) as subparagraphs (C), (D), and (E), respectively, and  
14 by inserting after subparagraph (A) the following new sub-  
15 paragraph:

16 “(B) SPECIAL RULE FOR ADAPTIVE HOUS-  
17 ING IMPROVEMENTS.—In the case of a principal  
18 residence with special fixtures or movable facili-  
19 ties made necessary by the nature of the dis-

1 ability of the veteran, if such fixtures and facili-  
2 ties are—

3 “(i) provided to the veteran pursuant  
4 to specially adapted housing assistance  
5 under chapter 17 or 21 of title 38, United  
6 States Code, or

7 “(ii) similar to such fixtures and fa-  
8 cilities that would be provided to the vet-  
9 eran if the veteran received such assist-  
10 ance,

11 then subparagraph (A) shall be increased by the  
12 lesser of \$8,000 or the portion of the purchase  
13 price of the principal residence attributable  
14 such fixtures or movable facilities.”.

15 (c) ELIGIBLE VETERAN.—

16 (1) IN GENERAL.—Section 36(c)(1) of such  
17 Code is amended by striking “FIRST-TIME HOME-  
18 BUYER.—The term ‘first time homebuyer’ means  
19 any individual” and inserting “ELIGIBLE VET-  
20 ERAN.—The term ‘eligible veteran’ means any indi-  
21 vidual who is a veteran (as defined in section 101(2)  
22 of title 38, United States Code)”.

23 (2) LONG-TIME RESIDENT.—Section 36(c)(6) of  
24 such Code is amended by striking “treated as a  
25 first-time homebuyer” and inserting “treated as

1 meeting the no present ownership interest require-  
2 ment of paragraph (1)”.

3 (d) RECAPTURE OF CREDIT.—Section 36(f) of such  
4 Code is amended to read as follows:

5 “(f) RECAPTURE OF CREDIT.—

6 “(1) IN GENERAL.—If a taxpayer disposes of  
7 the principal residence with respect to which a credit  
8 was allowed under subsection (a) (or such residence  
9 ceases to be the principal residence of the taxpayer  
10 (and, if married, the taxpayer’s spouse)) before the  
11 end of the 36-month period beginning on the date of  
12 the purchase of such residence by the taxpayer the  
13 tax imposed by this chapter for the taxable year of  
14 such disposition or cessation shall be increased by  
15 the amount of the credit so allowed.

16 “(2) EXCEPTIONS.—

17 “(A) DEATH OF TAXPAYER.—Paragraph  
18 (1) shall not apply to any taxable year ending  
19 after the date of the taxpayer’s death.

20 “(B) INVOLUNTARY CONVERSION.—Para-  
21 graph (1) shall not apply in the case of a resi-  
22 dence which is compulsorily or involuntarily  
23 converted (within the meaning of section  
24 1033(a)) if the taxpayer acquires a new prin-  
25 cipal residence during the 2-year period begin-

1           ning on the date of the disposition or cessation  
2           referred to in paragraph (1). Paragraph (1)  
3           shall apply to such new principal residence dur-  
4           ing the 36-month period referred to therein in  
5           the same manner as if such new principal resi-  
6           dence were the converted residence.

7           “(C) TRANSFERS BETWEEN SPOUSES OR  
8           INCIDENT TO DIVORCE.—In the case of a trans-  
9           fer of a residence to which section 1041(a) ap-  
10          plies—

11                 “(i) paragraph (1) shall not apply to  
12                 such transfer, and

13                 “(ii) in the case of taxable years end-  
14                 ing after such transfer, paragraph (1) shall  
15                 apply to the transferee in the same manner  
16                 as if such transferee were the transferor  
17                 (and shall not apply to the transferor).

18           “(D) SPECIAL RULE FOR MEMBERS OF  
19           THE ARMED FORCES, ETC.—

20                 “(i) IN GENERAL.—In the case of the  
21                 disposition of a principal residence by an  
22                 individual (or a cessation referred to in  
23                 paragraph (1)) in connection with Govern-  
24                 ment orders received by such individual, or  
25                 such individual’s spouse, for qualified offi-

1                   cial extended duty service, paragraph (1)  
2                   shall not apply to such disposition (or ces-  
3                   sation).

4                   “(ii) QUALIFIED OFFICIAL EXTENDED  
5                   DUTY SERVICE.—For purposes of this sec-  
6                   tion, the term ‘qualified official extended  
7                   duty service’ means service on qualified of-  
8                   ficial extended duty as—

9                                 “(I) a member of the uniformed  
10                                services,

11                               “(II) a member of the Foreign  
12                                Service of the United States, or

13                               “(III) an employee of the intel-  
14                                ligence community.

15                   “(iii) DEFINITIONS.—Any term used  
16                   in this subparagraph which is also used in  
17                   paragraph (9) of section 121(d) shall have  
18                   the same meaning as when used in such  
19                   paragraph.

20                   “(3) JOINT RETURNS.—In the case of a credit  
21                   allowed under subsection (a) with respect to a joint  
22                   return, half of such credit shall be treated as having  
23                   been allowed to each individual filing such return for  
24                   purposes of this subsection.

1           “(4) RETURN REQUIREMENT.—If the tax im-  
2           posed by this chapter for the taxable year is in-  
3           creased under this subsection, the taxpayer shall,  
4           notwithstanding section 6012, be required to file a  
5           return with respect to the taxes imposed under this  
6           subtitle.”.

7           (e) APPLICATION OF CREDIT.—Section 36(h) of such  
8           Code is amended to read as follows:

9           “(h) TERMINATION.—This section shall not apply to  
10          any residence purchased after December 31, 2017.”.

11          (f) ASSIGNMENT OF CREDIT IN CASE OF CONSTRUC-  
12          TION.—Section 36 of such Code is amended by adding at  
13          the end the following new subsection:

14          “(i) CREDIT MAY BE ASSIGNED.—

15                 “(1) IN GENERAL.—In the case of a residence  
16                 constructed by the taxpayer, if such taxpayer elects  
17                 the application of this subsection for any taxable  
18                 year, any portion of the credit determined under this  
19                 section which is attributable to an increase under  
20                 subparagraph (B) of subsection (b)(1) for such year  
21                 which would (but for this subsection) be allowable to  
22                 the taxpayer may be assigned to any person who is  
23                 an eligible designee. The person so designated shall  
24                 be allowed the amount of the credit so assigned and  
25                 shall be treated as the taxpayer with respect to such

1 credit for purposes of this title (other than this  
2 paragraph), except that such credit shall be treated  
3 as a credit listed in section 38(b) for such taxable  
4 year (and not allowed under subsection (a)).

5 “(2) ELIGIBLE DESIGNEE.—For purposes of  
6 paragraph (1), the term ‘eligible designee’ means  
7 any person who, with respect to the residence, pro-  
8 vides or installs any improvements, special fixtures,  
9 or movable facilities to which the credit is attrib-  
10 utable under subparagraph (B) of subsection (b)(1).

11 “(3) ELECTION REQUIREMENTS.—Any election  
12 under paragraph (1) shall include such information  
13 and shall be made at such time, and in such form  
14 and manner, as the Secretary shall by regulation  
15 prescribe.”.

16 (g) CONFORMING AMENDMENTS.—

17 (1) Section 38(b) of such Code is amended by  
18 striking “plus” at the end of paragraph (35), by  
19 striking the period at the end of paragraph (36) and  
20 inserting “, plus”, and by adding at the end the fol-  
21 lowing new paragraph:

22 “(37) the portion of the veteran first-time  
23 homebuyer credit assigned to the taxpayer to which  
24 the second sentence of section 36(i)(1) applies,”.

1           (2) The heading for section 1400C(e)(4) of  
2 such Code is amended by striking “NATIONAL FIRST-  
3 TIME HOMEBUYERS CREDIT” and inserting “VET-  
4 ERAN FIRST-TIME HOMEBUYERS CREDIT”.

5           (h) CLERICAL AMENDMENTS.—

6           (1) The heading for section 36 of such Code is  
7 amended to read as follows:

8 **“SEC. 36. VETERAN FIRST-TIME HOMEBUYER CREDIT.”.**

9           (2) The item relating to section 36 in the table  
10 of sections for subpart C of part IV of subchapter  
11 A of chapter 1 of such Code is amended to read as  
12 follows:

“Sec. 36. Veteran first-time homebuyer credit.”.

13           (i) EFFECTIVE DATE.—The amendments made by  
14 this section shall apply to residences purchased after the  
15 date of the enactment of this Act.

16 **SEC. 12. VETERAN HOME MOBILITY IMPROVEMENT CRED-**  
17 **IT.**

18           (a) IN GENERAL.—Subpart C of part IV of sub-  
19 chapter A of chapter 1 of the Internal Revenue Code of  
20 1986 is amended by inserting before section 37 the fol-  
21 lowing new section:

22 **“SEC. 36C. VETERAN HOME MOBILITY IMPROVEMENT**  
23 **CREDIT.**

24           “(a) IN GENERAL.—In the case of a veteran, there  
25 shall be allowed as a credit against the tax imposed by



1 this subtitle for any taxable year an amount equal to the  
2 amount paid or incurred by the taxpayer for qualified  
3 adaptive housing improvements for the taxable year.

4 “(b) LIMITATION.—The credit allowed under sub-  
5 section (a) shall not exceed \$8,000.

6 “(c) QUALIFIED ADAPTIVE HOUSING IMPROVE-  
7 MENT.—For purposes of this section, the term ‘qualified  
8 adaptive housing improvement’ means special fixtures or  
9 movable facilities with respect to the principal residence  
10 of the veteran which are made necessary by the nature  
11 of the disability of the veteran, if such fixtures and facili-  
12 ties are—

13 “(1) provided to the veteran pursuant to spe-  
14 cially adapted housing assistance under chapter 17  
15 or 21 of title 38, United States Code, or

16 “(2) similar to such fixtures and facilities that  
17 would be provided to the veteran if the veteran re-  
18 ceived such assistance.

19 “(d) CREDIT MAY BE ASSIGNED.—

20 “(1) IN GENERAL.—If the taxpayer elects the  
21 application of this subsection for any taxable year,  
22 any portion of the credit under this section for such  
23 year which would (but for this subsection) be allow-  
24 able to the taxpayer may be assigned to any person  
25 who is an eligible designee. The person so designated

1 shall be allowed the amount of the credit so assigned  
2 and shall be treated as the taxpayer with respect to  
3 such credit for purposes of this title (other than this  
4 paragraph), except that such credit shall be treated  
5 as a credit listed in section 38(b) for such taxable  
6 year (and not allowed under subsection (a)).

7 “(2) ELIGIBLE DESIGNEE.—For purposes of  
8 paragraph (1), the term ‘eligible designee’ means  
9 any person who, with respect to the residence, pro-  
10 vides or installs any qualified adaptive housing im-  
11 provements to which the credit under this section is  
12 attributable.

13 “(3) ELECTION REQUIREMENTS.—Any election  
14 under paragraph (1) shall include such information  
15 and shall be made at such time, and in such form  
16 and manner, as the Secretary shall by regulation  
17 prescribe.”.

18 (b) CONFORMING AMENDMENTS.—

19 (1) Section 1324(b)(2) of title 31, United  
20 States Code, is amended by inserting “36C,” after  
21 “36B,”.

22 (2) Section 38(b) of the Internal Revenue Code  
23 of 1986, as amended by section 2, is amended by  
24 striking “plus” at the end of paragraph (36), by  
25 striking the period at the end of paragraph (37) and

1 inserting “, and”, and by adding at the end the fol-  
2 lowing new paragraph:

3 “(38) the portion of the veteran home mobility  
4 improvement credit assigned to the taxpayer to  
5 which the second sentence of section 36C(d)(1) ap-  
6 plies.”.

7 (3) The table of sections for subpart C of part  
8 IV of subchapter A of chapter 1 of the Internal Rev-  
9 enue Code of 1986 is amended by inserting before  
10 the item relating to section 37 the following new  
11 item:

“Sec. 36C. Veteran home mobility improvement credit.”.

12 (c) EFFECTIVE DATE.—The amendments made by  
13 this section shall apply to taxable years beginning after  
14 December 31, 2014.

