

103<sup>D</sup> CONGRESS  
1<sup>ST</sup> SESSION

# H. R. 3696

To subject the income of the Federal National Mortgage Association, the Federal Home Loan Mortgage Corporation, and the Student Loan Marketing Association to taxation by State and local governments, and to require the Mayor of the District of Columbia to submit a report to Congress on the economic impact of such entities on the District of Columbia.

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## IN THE HOUSE OF REPRESENTATIVES

NOVEMBER 22, 1993

Mr. STARK introduced the following bill; which was referred jointly to the Committees on Banking, Finance and Urban Affairs, Education and Labor, and the District of Columbia

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## A BILL

To subject the income of the Federal National Mortgage Association, the Federal Home Loan Mortgage Corporation, and the Student Loan Marketing Association to taxation by State and local governments, and to require the Mayor of the District of Columbia to submit a report to Congress on the economic impact of such entities on the District of Columbia.

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. STATE AND LOCAL TAXATION OF CERTAIN**  
2 **GOVERNMENT-SPONSORED ENTERPRISES.**

3 (a) FEDERAL NATIONAL MORTGAGE ASSOCIATION.—  
4 Section 309(c)(2) of the Federal National Mortgage Asso-  
5 ciation Charter Act (12 U.S.C. 1723a(c)(2)) is amended  
6 to read as follows:

7 “(2) The corporation, including its franchise, capital,  
8 reserves, surplus, mortgages or other security holdings, in-  
9 come, and real property, shall be subject to all taxation  
10 imposed by any State, territory, possession, Common-  
11 wealth, or dependency of the United States, or by the Dis-  
12 trict of Columbia, or by any county, municipality, or local  
13 taxing authority.”.

14 (b) FEDERAL HOME LOAN MORTGAGE CORPORA-  
15 TION.—Section 303(e) of the Federal Home Loan Mort-  
16 gage Corporation Act (12 U.S.C. 1452(e)) is amended to  
17 read as follows:

18 “(e) The Corporation, including its franchise, capital,  
19 reserves, surplus, mortgages or other security holdings, in-  
20 come, and real property, shall be subject to all taxation  
21 imposed by any State, territory, possession, Common-  
22 wealth, or dependency of the United States, or by the Dis-  
23 trict of Columbia, or by any county, municipality, or local  
24 taxing authority.”.

1 (c) STUDENT LOAN MARKETING ASSOCIATION.—  
2 Section 439(b)(2) of the Higher Education Act of 1965  
3 (20 U.S.C. 1087-2(b)(2)) is amended to read as follows:

4 “(2) APPLICATION OF STATE AND LOCAL  
5 TAXES.—The Association, including its franchise,  
6 capital, reserves, surplus, mortgages or other secu-  
7 rity holdings, income, and real property, shall be  
8 subject to all taxation imposed by any State, terri-  
9 tory, possession, Commonwealth, or dependency of  
10 the United States, or by the District of Columbia,  
11 or by any county, municipality, or local taxing  
12 authority.”.

13 (d) EFFECTIVE DATE.—The amendments made by  
14 this section shall apply to taxable years beginning with  
15 1994.

16 **SEC. 2. STUDY OF ECONOMIC IMPACT OF GOVERNMENT-**  
17 **SPONSORED ENTERPRISES ON THE DISTRICT**  
18 **OF COLUMBIA.**

19 (a) STUDY.—The Mayor of the District of Columbia  
20 shall conduct a study of the economic impact on the Dis-  
21 trict of Columbia of the activities of the Federal National  
22 Mortgage Association, the Federal Home Loan Mortgage  
23 Corporation, and the Student Loan Marketing Associa-  
24 tion, and shall include in the study an analysis of the po-

1 tential effects on the revenues of the District of Columbia  
2 of the amendments made by section 1.

3 (b) REPORT.—Not later than 90 days after the date  
4 of the enactment of this Act, the Mayor shall submit a  
5 report to the Committee on the District of Columbia of  
6 the House of Representatives and the Committee on Gov-  
7 ernmental Affairs of the Senate on the study conducted  
8 under subsection (a).

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