

119TH CONGRESS
1ST SESSION

H. R. 1340

To amend the Internal Revenue Code of 1986 to increase the exclusion of gain from the sale of a principal residence, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

FEBRUARY 13, 2025

Mr. PANETTA (for himself, Mr. KELLY of Pennsylvania, Ms. MALLIOTAKIS, Mr. YAKYM, Mr. CORREA, Ms. DELBENE, Ms. SCHOLTEN, Ms. BROWNLEY, Ms. SALAZAR, Mr. MULLIN, Mr. ISSA, Mr. HARDER of California, Mr. BACON, Ms. MCCOLLUM, Mr. GOLDMAN of New York, Mr. RUTHERFORD, Mr. COSTA, Ms. BARRAGÁN, Mr. SWALWELL, Mr. LAWLER, Ms. DE LA CRUZ, Ms. PETTERSEN, Ms. ANSARI, Mr. LICCARDO, Mr. GOTTHEIMER, Mr. THANEDAR, Mr. CARBAJAL, and Mr. FITZPATRICK) 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 increase the exclusion of gain from the sale of a principal residence, and for other purposes.

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. SHORT TITLE.**

4 This Act may be cited as the “More Homes on the
5 Market Act”.

1 **SEC. 2. INCREASE OF EXCLUSION OF GAIN FROM SALE OF**
2 **PRINCIPAL RESIDENCE.**

3 (a) IN GENERAL.—Section 121(b) of the Internal
4 Revenue Code of 1986 is amended—

5 (1) by striking “\$250,000” and inserting
6 “\$500,000” each place it appears,

7 (2) by striking “500,000” and inserting
8 “\$1,000,000” each place it appears,

9 (3) in paragraph (2)(A), in the heading, by
10 striking “\$500,000” and inserting “\$1,000,000”, and

11 (4) by adding at the end the following new
12 paragraph:

13 “(5) ADJUSTMENT FOR INFLATION.—In the
14 case of a taxable year beginning after 2024, the
15 \$500,000 and \$1,000,000 amounts in paragraphs
16 (1), (2), and (4) shall be increased by an amount
17 equal to—

18 “(A) such dollar amount, multiplied by

19 “(B) the cost-of-living adjustment deter-
20 mined under section 1(f)(3) for the calendar
21 year in which the taxable year begins, deter-
22 mined by substituting ‘2023’ for ‘2016’ in sub-
23 paragraph (A)(ii) thereof.

24 If any increase under this clause is not a multiple
25 of \$100, such increase shall be rounded to the next
26 lowest multiple of \$100.”.

1 (b) EFFECTIVE DATE.—The amendments made by
2 this section shall apply to sales and exchanges after the
3 date of the enactment of this Act.

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