

Union Calendar No. 320

113TH CONGRESS
2^D SESSION

H. R. 4457

[Report No. 113-432]

To amend the Internal Revenue Code of 1986 to permanently extend increased expensing limitations, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

APRIL 10, 2014

Mr. TIBERI (for himself, Mr. KIND, Mr. YOUNG of Indiana, Mr. NEAL, Mr. GERLACH, Mr. DANNY K. DAVIS of Illinois, and Mr. SCHOCK) introduced the following bill; which was referred to the Committee on Ways and Means

MAY 2, 2014

Additional sponsors: Mr. NEUGEBAUER, Mrs. BUSTOS, Mr. REED, Mr. LOEBSACK, Mr. KELLY of Pennsylvania, Mr. GRIFFIN of Arkansas, Mr. RIBBLE, Mr. SMITH of Nebraska, Mr. CRAMER, Mr. SMITH of Missouri, and Mr. MURPHY of Florida

MAY 2, 2014

Reported with an amendment, committed to the Committee of the Whole House on the State of the Union, and ordered to be printed

[Strike out all after the enacting clause and insert the part printed in italics]

A BILL

To amend the Internal Revenue Code of 1986 to permanently extend increased expensing limitations, 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 “America’s Small Busi-
5 ness Tax Relief Act of 2014”.

6 **SEC. 2. EXPENSING CERTAIN DEPRECIABLE BUSINESS AS-**
7 **SETS FOR SMALL BUSINESS.**

8 (a) IN GENERAL.—

9 (1) DOLLAR LIMITATION.—Paragraph (1) of
10 section 179(b) of the Internal Revenue Code of 1986
11 is amended by striking “shall not exceed—” and all
12 that follows and inserting “shall not exceed
13 \$500,000.”.

14 (2) REDUCTION IN LIMITATION.—Paragraph
15 (2) of section 179(b) of such Code is amended by
16 striking “exceeds—” and all that follows and insert-
17 ing “exceeds \$2,000,000.”.

18 (b) COMPUTER SOFTWARE.—Clause (ii) of section
19 179(d)(1)(A) of such Code is amended by striking “, to
20 which section 167 applies, and which is placed in service
21 in a taxable year beginning after 2002 and before 2014”
22 and inserting “and to which section 167 applies”.

23 (c) ELECTION.—Paragraph (2) of section 179(e) of
24 such Code is amended—

1 (1) by striking “may not be revoked” and all
2 that follows through “and before 2014”, and

3 (2) by striking “IRREVOCABLE” in the heading
4 thereof.

5 (d) AIR CONDITIONING AND HEATING UNITS.—
6 Paragraph (1) of section 179(d) of such Code is amended
7 by striking “and shall not include air conditioning or heat-
8 ing units”.

9 (e) QUALIFIED REAL PROPERTY.—Section 179(f) of
10 such Code is amended—

11 (1) by striking “beginning in 2010, 2011, 2012,
12 or 2013” in paragraph (1), and

13 (2) by striking paragraphs (3) and (4).

14 (f) INFLATION ADJUSTMENT.—Subsection (b) of sec-
15 tion 179 of such Code is amended by adding at the end
16 the following new paragraph:

17 “(6) INFLATION ADJUSTMENT.—

18 “(A) IN GENERAL.—In the case of any
19 taxable year beginning after 2014, the dollar
20 amounts in paragraphs (1) and (2) shall each
21 be increased by an amount equal to—

22 “(i) such dollar amount, multiplied by

23 “(ii) the cost-of-living adjustment de-
24 termined under section 1(c)(2)(A) for such
25 calendar year, determined by substituting

1 ‘calendar year 2013’ for ‘calendar year
2 2012’ in clause (ii) thereof.

3 “(B) ROUNDING.—The amount of any in-
4 crease under subparagraph (A) shall be round-
5 ed to the nearest multiple of \$10,000.”.

6 (g) EFFECTIVE DATE.—The amendments made by
7 this section shall apply to taxable years beginning after
8 December 31, 2013.

9 **SECTION 1. SHORT TITLE.**

10 *This Act may be cited as the “America’s Small Busi-
11 ness Tax Relief Act of 2014”.*

12 **SEC. 2. EXPENSING CERTAIN DEPRECIABLE BUSINESS AS-
13 SETS FOR SMALL BUSINESS.**

14 (a) IN GENERAL.—

15 (1) DOLLAR LIMITATION.—*Paragraph (1) of sec-
16 tion 179(b) of the Internal Revenue Code of 1986 is
17 amended by striking “shall not exceed—” and all that
18 follows and inserting “shall not exceed \$500,000.”.*

19 (2) REDUCTION IN LIMITATION.—*Paragraph (2)
20 of section 179(b) of such Code is amended by striking
21 “exceeds—” and all that follows and inserting “ex-
22 ceeds \$2,000,000.”.*

23 (b) COMPUTER SOFTWARE.—*Clause (ii) of section
24 179(d)(1)(A) of such Code is amended by striking “, to
25 which section 167 applies, and which is placed in service*

1 *in a taxable year beginning after 2002 and before 2014”*
2 *and inserting “and to which section 167 applies”.*

3 (c) *ELECTION.—Paragraph (2) of section 179(c) of*
4 *such Code is amended—*

5 (1) *by striking “may not be revoked” and all*
6 *that follows through “and before 2014”, and*

7 (2) *by striking “IRREVOCABLE” in the heading*
8 *thereof.*

9 (d) *AIR CONDITIONING AND HEATING UNITS.—Para-*
10 *graph (1) of section 179(d) of such Code is amended by*
11 *striking “and shall not include air conditioning or heating*
12 *units”.*

13 (e) *QUALIFIED REAL PROPERTY.—Subsection (f) of*
14 *section 179 of such Code is amended—*

15 (1) *by striking “beginning in 2010, 2011, 2012,*
16 *or 2013” in paragraph (1), and*

17 (2) *by striking paragraphs (3) and (4).*

18 (f) *INFLATION ADJUSTMENT.—Subsection (b) of sec-*
19 *tion 179 of such Code is amended by adding at the end*
20 *the following new paragraph:*

21 “(6) *INFLATION ADJUSTMENT.—*

22 “(A) *IN GENERAL.—In the case of any tax-*
23 *able year beginning after 2014, the dollar*
24 *amounts in paragraphs (1) and (2) shall each be*
25 *increased by an amount equal to—*

1 “(i) such dollar amount, multiplied by

2 “(ii) the cost-of-living adjustment de-
3 termined under section 1(c)(2)(A) for such
4 calendar year, determined by substituting
5 ‘calendar year 2013’ for ‘calendar year
6 2012’ in clause (ii) thereof.

7 “(B) ROUNDING.—The amount of any in-
8 crease under subparagraph (A) shall be rounded
9 to the nearest multiple of \$10,000.”.

10 (g) EFFECTIVE DATE.—The amendments made by this
11 section shall apply to taxable years beginning after Decem-
12 ber 31, 2013.

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