

106TH CONGRESS  
1ST SESSION

# H. R. 1092

To amend the Internal Revenue Code of 1986 to more accurately codify the depreciable life of semiconductor manufacturing equipment.

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## IN THE HOUSE OF REPRESENTATIVES

MARCH 11, 1999

Mrs. JOHNSON of Connecticut (for herself, Mr. MATSUI, Mr. CAMPBELL, Ms. LOFGREN, Mr. COX, Mr. CUNNINGHAM, Mrs. TAUSCHER, Ms. ESHOO, Mr. KUYKENDALL, Mr. SHOWS, Mrs. BONO, Mr. McNULTY, Mr. SESSIONS, Mr. FROST, Mr. SAM JOHNSON of Texas, Mr. THOMPSON of California, Mr. KANJORSKI, Ms. DUNN, Mr. LEWIS of California, Mr. RAMSTAD, Mr. HERGER, Mrs. NAPOLITANO, Mr. DOOLITTLE, Mr. PACKARD, Mr. BILBRAY, Mr. CONDIT, Mr. RADANOVICH, and Mr. POMBO) introduced the following bill; which was referred to the Committee on Ways and Means

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## A BILL

To amend the Internal Revenue Code of 1986 to more accurately codify the depreciable life of semiconductor manufacturing equipment.

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 “Semiconductor Equip-  
5       ment Investment Act of 1999”.

1 **SEC. 2. 3-YEAR DEPRECIABLE LIFE FOR SEMICONDUCTOR**  
 2 **MANUFACTURING EQUIPMENT.**

3 (a) IN GENERAL.—Subparagraph (A) of section  
 4 168(e)(3) of the Internal Revenue Code of 1986 (relating  
 5 to classification of property) is amended by striking “and”  
 6 at the end of clause (ii), by striking the period at the end  
 7 of clause (iii) and inserting “, and”, and by adding at the  
 8 end the following new clause:

9 “(iv) any semiconductor manufacturing  
 10 equipment.”

11 (b) CONFORMING AMENDMENTS.—

12 (1) Subparagraph (B) of section 168(e)(3) of  
 13 such Code is amended—

14 (A) by striking clause (ii),

15 (B) by redesignating clauses (iii) through  
 16 (vi) as clauses (ii) through (v), respectively, and

17 (C) by striking “clause (vi)(I)” in the last  
 18 sentence and inserting “clause (v)(I)”.

19 (2) Subparagraph (B) of section 168(g)(3) of  
 20 such Code is amended by striking the items relating  
 21 to subparagraph (B)(ii) and subparagraph (B)(iii)  
 22 and inserting the following:

“(A)(iv) .....	3
“(B)(ii) .....	9.5”.

1       (c) EFFECTIVE DATE.—The amendments made by  
2 this section shall apply to equipment placed in service  
3 after the date of the enactment of this Act.

