

108TH CONGRESS  
1ST SESSION

# H. R. 1808

To amend the Internal Revenue Code of 1986 to allow an immediate deduction for start-up and organizational expenditures in order to spur entrepreneurship.

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## IN THE HOUSE OF REPRESENTATIVES

APRIL 11, 2003

Mr. REYNOLDS (for himself, Mrs. BLACKBURN, Ms. GINNY BROWN-WAITE of Florida, and Mr. SOUDER) 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 allow an immediate deduction for start-up and organizational expenditures in order to spur entrepreneurship.

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 “Remove Tax Barriers  
5       for Entrepreneurs Act”.

6       **SEC. 2. EXPENSING OF START-UP AND ORGANIZATIONAL**  
7       **EXPENDITURES.**

8       (a) START-UP EXPENDITURES.—

1           (1) IN GENERAL.—Paragraph (1) of section  
 2           195(b) of the Internal Revenue Code of 1986 (relat-  
 3           ing to election to amortize) is amended by striking  
 4           “such period of not less than 60 months” and in-  
 5           serting “such period of months”.

6           (2) CONFORMING AMENDMENTS.—

7                   (A) Section 195(b) of such Code is amend-  
 8                   ed in the heading by striking “AMORTIZE” and  
 9                   inserting “DEDUCT”.

10                   (B) Section 195(b)(2) of such Code is  
 11                   amended in the heading by striking “AMORTIZA-  
 12                   TION” and inserting “SELECTED”.

13           (b) ORGANIZATIONAL EXPENDITURES.—

14                   (1) IN GENERAL.—Subsection (a) of section  
 15                   248 of such Code (relating to organizational expend-  
 16                   itures) is amended by striking “such period of not  
 17                   less than 60 months” and inserting “such period of  
 18                   months”.

19                   (2) CONFORMING AMENDMENT.—Section  
 20                   248(a) of such Code is amended in the heading by  
 21                   striking “AMORTIZE” and inserting “DEDUCT”.

22           (c) ORGANIZATIONAL AND SYNDICATION FEES OF  
 23           PARTNERSHIPS.—

1           (1) IN GENERAL.—Paragraph (1) of section  
2       709(b) of such Code (relating to amortization of or-  
3       ganization fees) is amended—

4                   (A) by striking “such period of not less  
5       than 60 months” and inserting “such period of  
6       months”, and

7                   (B) by striking “such 60-month period”  
8       and inserting “such period”.

9           (2) CONFORMING AMENDMENT.—Section  
10       709(b) of such Code is amended in the heading by  
11       striking “AMORTIZATION” and inserting “DEDUC-  
12       TION”.

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

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