

109TH CONGRESS
2D SESSION

H. R. 5251

To amend the Internal Revenue Code of 1986 to encourage the use of
alternative fuel vehicles, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

APRIL 27, 2006

Mrs. WILSON of New Mexico 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 encourage
the use of alternative fuel vehicles, 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 “Fuel Efficient Vehicle
5 Tax Incentive Act of 2006”.

6 **SEC. 2. ALTERNATIVE FUEL VEHICLES ALLOWED SAME DE-**
7 **PRECIATION LIMITATION AS ELECTRIC PAS-**
8 **SENGER AUTOMOBILES.**

9 (a) IN GENERAL.—Clause (ii) of section
10 280F(a)(1)(C) of the Internal Revenue Code of 1986 (re-

1 lating to purpose built passenger vehicles) is amended to
 2 read as follows:

3 “(ii) SPECIAL RULE FOR CERTAIN
 4 ELECTRIC AND ALTERNATIVE MOTOR VE-
 5 HICLES.—In the case of a purpose built
 6 passenger vehicle (as defined in section
 7 4001(a)(2)(C)(ii)) and in the case of a
 8 motor vehicle for which a credit is allow-
 9 able under section 30B, each of the annual
 10 limitations specified in subparagraphs (A)
 11 and (B) shall be tripled.”.

12 (b) EFFECTIVE DATE.—The amendments made by
 13 this section shall apply to property placed in service after
 14 the date of the enactment of this Act.

15 **SEC. 3. LIMITATION ON DEPRECIATION OF CERTAIN LUX-**
 16 **URY AUTOMOBILES APPLIED TO SPORTS**
 17 **UTILITY VEHICLES; LIGHT TRUCKS NOT**
 18 **TREATED AS PASSENGER AUTOMOBILES.**

19 (a) IN GENERAL.—Subparagraph (A) of section
 20 280F(d)(5) of the Internal Revenue Code of 1986 (defin-
 21 ing passenger automobile) is amended by striking clause
 22 (ii) and all that follows and inserting the following new
 23 clause:

24 “(ii)(I) except as provided in sub-
 25 clause (II) or (III), which is rated at 6,000

1 pounds unloaded gross vehicle weight or
2 less,

3 “(II) in the case of a van, which is
4 rated at 6,000 pounds gross vehicle weight
5 or less

6 “(III) in the case of a truck, which is
7 rated at 4,000 pounds gross vehicle weight
8 or less, or

9 “(IV) in the case of a sports utility
10 vehicle (as defined in section 179(b)(6))
11 not described in subclause (I), which is
12 rated at more than 6,000 pounds but not
13 more than 14,000 pounds gross vehicle
14 weight.”.

15 (b) CONFORMING AMENDMENT.—Section
16 179(b)(6)(B)(i) of such Code is amended by inserting
17 “and” at the end of subclause (I), by striking subclauses
18 (II) and (III) and inserting the following:

19 “(II) which is rated at more than
20 6,000 pounds but not more than
21 14,000 pounds gross vehicle weight.”.

22 (c) EFFECTIVE DATE.—The amendments made by
23 this section shall apply to property placed in service after
24 the date of the enactment of this Act.

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