

110TH CONGRESS
1ST SESSION

H. R. 3486

To amend the Internal Revenue Code of 1986 to provide incentives for improving mine safety.

IN THE HOUSE OF REPRESENTATIVES

SEPTEMBER 6, 2007

Mr. ELLSWORTH 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 provide incentives for improving mine safety.

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. ADVANCED MINE SAFETY EQUIPMENT CREDIT**

4 **IN LIEU OF EXPENSING.**

5 (a) IN GENERAL.—Subpart D of part IV of sub-
6 chapter A of chapter 1 of the Internal Revenue Code of
7 1986 is amended by adding at the end the following new
8 section:

1 **“SEC. 450. ADVANCED MINE SAFETY EQUIPMENT CREDIT.**

2 “(a) IN GENERAL.—For purposes of section 38, the
3 advanced mine safety equipment credit determined under
4 this section for the taxable year is an amount equal to
5 50 percent of the amount paid or incurred by the taxpayer
6 during the taxable year for qualified advanced mine safety
7 equipment property.

8 “(b) QUALIFIED ADVANCED MINE SAFETY EQUIP-
9 MENT PROPERTY.—For purposes of this section, the term
10 ‘qualified advanced mine safety equipment property’
11 means any advanced mine safety equipment property for
12 use in any underground mine located in the United
13 States—

14 “(1) the original use of which commences with
15 the taxpayer,

16 “(2) which is property of a character subject to
17 the allowance for depreciation, and

18 “(3) which is placed in service by the taxpayer
19 after the date of the enactment of this section.

20 “(c) ADVANCED MINE SAFETY EQUIPMENT PROP-
21 erty.—For purposes of this section, the term ‘advanced
22 mine safety equipment property’ means any of the fol-
23 lowing:

24 “(1) Emergency communication technology or
25 device which is used to allow a miner to maintain

1 constant communication with an individual who is
2 not in the mine.

3 “(2) Electronic identification and location de-
4 vice which allows an individual who is not in the
5 mine to track at all times the movements and loca-
6 tion of miners working in or at the mine.

7 “(3) Emergency oxygen-generating, self-rescue
8 device which provides oxygen for at least 90 min-
9 utes.

10 “(4) Pre-positioned supplies of oxygen which (in
11 combination with self-rescue devices) can be used to
12 provide each miner on a shift, in the event of an ac-
13 cident or other event which traps the miner in the
14 mine or otherwise necessitates the use of such a self-
15 rescue device, the ability to survive for at least 48
16 hours.

17 “(5) Comprehensive atmospheric monitoring
18 system which monitors the levels of carbon mon-
19 oxide, methane, and oxygen that are present in all
20 areas of the mine and which can detect smoke in the
21 case of a fire in a mine.

22 “(d) BASIS ADJUSTMENT.—For purposes of this sub-
23 title, if a credit is determined under this section in connec-
24 tion with any expenditure for any property, the increase
25 in the basis of such property which would (but for this

1 subsection) result from such expenditure shall be reduced
2 by the amount of the credit so determined.

3 “(e) REPORTING.—No credit shall be determined
4 under subsection (a) with respect to any taxpayer for any
5 taxable year unless such taxpayer files with the Secretary
6 a report containing such information with respect to the
7 operation of the mines of the taxpayer as the Secretary
8 shall require.”.

9 (b) DENIAL OF DOUBLE BENEFIT.—Section 280C of
10 such Code is amended by adding at the end the following
11 new subsection:

12 “(f) ADVANCED MINE SAFETY EQUIPMENT CRED-
13 IT.—No deduction shall be allowed for that portion of the
14 expenses otherwise allowable as a deduction for the taxable
15 year which is equal to the amount of the credit determined
16 for the taxable year under section 450(a).”.

17 (c) ALLOWANCE OF CREDIT AGAINST ALTERNATIVE
18 MINIMUM TAX.—Subparagraph (B) of section 38(c)(4) of
19 such Code, as amended by this Act, is amended by striking
20 “and” at the end of clause (iv), by striking the period at
21 the end of clause (v) and inserting “, and”, and by adding
22 at the end the following new clause:

23 “(vi) the credit determined under sec-
24 tion 450.”.

1 (d) REPEAL OF ELECTION TO EXPENSE ADVANCED
2 MINE SAFETY EQUIPMENT.—

3 (1) Part VI of subchapter B of chapter 1 of
4 such Code is amended—

5 (A) by striking section 179E, and

6 (B) by striking the item relating to such
7 section in the table of sections of such part.

8 (2) Section 263(a)(1) of such Code is amended
9 by striking subparagraph (L), by striking “, or” at
10 the end of subparagraph (K) and inserting a period,
11 and by inserting “or” at the end of subparagraph
12 (J).

13 (3) Section 312(k)(3)(B) of such Code is
14 amended by striking “179D, or 179E” each place it
15 appears in the heading and text thereof and insert-
16 ing “or 179D”.

17 (4) Paragraphs (2)(C) and (3)(C) of section
18 1245(a) of such Code are each amended by striking
19 “179E,”.

20 (e) CONFORMING AMENDMENTS.—

21 (1) Section 38(b) of such Code is amended by
22 striking “plus” at the end of paragraph (30), by
23 striking the period at the end of paragraph (31) and
24 inserting “, plus”, and by adding at the end the fol-
25 lowing:

1 “(32) the advanced mine safety equipment
2 credit determined under section 45O(a).”.

3 (2) The table of sections for subpart D of part
4 IV of subchapter A of chapter 1 of such Code is
5 amended by inserting after the item relating to sec-
6 tion 45N the following new item:

“Sec. 45O. Advanced mine safety equipment credit.”.

7 (f) EFFECTIVE DATE.—The amendments made by
8 this section shall apply to property placed in service after
9 the date of the enactment of this Act.

10 **SEC. 2. MINE RESCUE TEAM TRAINING CREDIT INCREASED,**

11 **ALLOWED AGAINST AMT, AND MADE PERMA-**
12 **NENT.**

13 (a) INCREASED CREDIT AMOUNT.—Subsection (a) of
14 section 45N of the Internal Revenue Code of 1986 is
15 amended—

16 (1) by striking “20 percent” in paragraph (1)
17 and inserting “40 percent”, and

18 (2) by striking “\$10,000” in paragraph (2) and
19 inserting “\$20,000”.

20 (b) ALLOWANCE OF CREDIT AGAINST ALTERNATIVE
21 MINIMUM TAX.—Subparagraph (B) of section 38(c)(4) of
22 such Code is amended by striking “and” at the end of
23 clause (iii), by striking the period at the end of clause (iv)
24 and inserting “, and”, and by adding at the end the fol-
25 lowing new clause:

1 “(v) the credit determined under sec-
2 tion 45N.”.

3 (c) REPEAL OF TERMINATION.—Section 45N of such
4 Code is amended by striking subsection (e).

5 (d) EFFECTIVE DATE.—

6 (1) IN GENERAL.—Except as provided in para-
7 graph (2), the amendments made by this section
8 shall apply to taxable years beginning after the date
9 of the enactment of this Act.

10 (2) ALLOWANCE OF CREDIT AGAINST ALTER-
11 NATIVE MINIMUM TAX.—The amendments made by
12 subsection (b) shall apply to credits determined
13 under section 45N of the Internal Revenue Code of
14 1986 in taxable years beginning after the date of the
15 enactment of this Act, and to carrybacks of such
16 credits.

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