

110TH CONGRESS
2D SESSION

H. R. 5101

To amend the Internal Revenue Code of 1986 to accelerate the phasein of the deduction for domestic production activities.

IN THE HOUSE OF REPRESENTATIVES

JANUARY 23, 2008

Mr. MANZULLO (for himself, Mr. LIPINSKI, Mr. CANTOR, Mr. HERGER, and Mr. FORTENBERRY) 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 accelerate the phasein of the deduction for domestic production activities.

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. ACCELERATING THE PHASEIN OF DOMESTIC**
4 **PRODUCTION ACTIVITIES DEDUCTION.**

5 (a) IN GENERAL.—Subsection (a) of section 199 of
6 the Internal Revenue Code of 1986 (relating to allowance
7 of deduction) is amended to read as follows:

1 “(a) ALLOWANCE OF DEDUCTION.—There shall be
2 allowed as a deduction an amount equal to 9 percent of
3 the lesser of—

4 “(1) the qualified production activities income
5 of the taxpayer for the taxable year, or

6 “(2) taxable income (determined without regard
7 to this section) for the taxable year.”.

8 (b) CONFORMING AMENDMENT.—Paragraph (2) of
9 section 199(d) of such Code is amended by striking “sub-
10 section (a)(1)(B)” and inserting “subsection (a)(2)”

11 (c) EFFECTIVE DATE.—The amendment made by
12 this section shall apply to taxable years beginning after
13 December 31, 2007.

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