

114TH CONGRESS
1ST SESSION

H. R. 4068

To amend the Internal Revenue Code of 1986 to permanently increase the limitations on the deduction for start-up and organizational expenditures.

IN THE HOUSE OF REPRESENTATIVES

NOVEMBER 18, 2015

Mrs. LAWRENCE (for herself, Ms. VELÁZQUEZ, Ms. CLARKE of New York, and Mr. PAYNE) 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 permanently increase the limitations on the deduction for start-up and organizational expenditures.

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 “Promote Startups Act
5 of 2015”.

6 **SEC. 2. PERMANENT INCREASE OF LIMITATION ON DEDUC-**
7 **TION FOR START-UP AND ORGANIZATIONAL**
8 **EXPENDITURES.**

9 (a) START-UP EXPENDITURES.—

1 (1) IN GENERAL.—Section 195(b)(1)(A)(ii) of
2 the Internal Revenue Code of 1986 is amended—

3 (A) by striking “\$5,000” and inserting
4 “\$15,000”, and

5 (B) by striking “\$50,000” and inserting
6 “\$150,000”.

7 (2) CONFORMING AMENDMENT.—Section
8 195(b) of such Code is amended by striking para-
9 graph (3).

10 (b) ORGANIZATIONAL EXPENDITURES.—Section
11 248(a)(1)(B) of such Code is amended—

12 (1) by striking “\$5,000” and inserting
13 “\$10,000”, and

14 (2) by striking “\$50,000” and inserting
15 “\$60,000”.

16 (c) EFFECTIVE DATE.—The amendments made by
17 this section shall apply to amounts paid or incurred with
18 respect to—

19 (1) in the case of the amendments made by
20 subsection (a), trades or businesses beginning in tax-
21 able years beginning after December 31, 2014, and

22 (2) in the case of the amendments made by
23 subsection (b), corporations the business of which
24 begins in taxable years beginning after such date.

○