

108TH CONGRESS
1ST SESSION

H. R. 2900

To amend the Internal Revenue Code of 1986 to provide for a 7-year recovery period for motorsports entertainment complexes.

IN THE HOUSE OF REPRESENTATIVES

JULY 25, 2003

Mr. HAYWORTH (for himself, Mr. JEFFERSON, Mr. FOLEY, Mr. RAMSTAD, Mr. CANTOR, Mr. HOUGHTON, Mr. HAYES, Mr. FEENEY, Mr. ROGERS of Alabama, Mr. ENGLISH, Mr. WELLER, Mr. MCINNIS, and Mr. CAMP) 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 for a 7-year recovery period for motorsports entertainment complexes.

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. 7-YEAR RECOVERY PERIOD FOR MOTORSPORTS**
4 **ENTERTAINMENT COMPLEXES.**

5 (a) 7-YEAR PROPERTY.—Subparagraph (C) of sec-
6 tion 168(e)(3) of the Internal Revenue Code of 1986 (re-
7 lating to classification of certain property) is amended by

1 redesignating clause (ii) as clause (iii) and by inserting
2 after clause (i) the following new clause:

3 “(ii) any motorsports entertainment
4 complex asset, and”.

5 (b) DEFINITION.—Section 168(i) of such Code (relat-
6 ing to definitions and special rules) is amended by adding
7 at the end the following new paragraph:

8 “(15) MOTORSPORTS ENTERTAINMENT COM-
9 PLEX.—

10 “(A) IN GENERAL.—The term ‘motor-
11 sports entertainment complex’ means a racing
12 track facility that is permanently situated on
13 land and which during the applicable period is
14 scheduled to host one or more racing events for
15 automobiles (of any type), trucks, or motor-
16 cycles that are open to the public for the price
17 of admission.

18 “(B) ANCILLARY AND SUPPORT FACILI-
19 TIES.—Such term shall include, if owned by the
20 complex and provided for the benefit of patrons
21 of the complex—

22 “(i) ancillary grounds and facilities
23 and land improvements in support of the
24 complex’s activities (including parking lots,

1 sidewalks, waterways, bridges, fences, and
2 landscaping),

3 “(ii) support facilities (including food
4 and beverage retailing, souvenir vending,
5 and other nonlodging accommodations),
6 and

7 “(iii) appurtenances associated with
8 such facilities and related attractions and
9 amusements (including ticket booths, race
10 track surfaces, suites and hospitality facili-
11 ties, grandstands and viewing structures,
12 props, walls, facilities that support the de-
13 livery of entertainment services, other spe-
14 cial purpose structures, facades, shop inte-
15 riors, and buildings).

16 “(C) EXCEPTION.—Such term shall not in-
17 clude any transportation equipment, adminis-
18 trative services assets, warehouses, administra-
19 tive buildings, hotels, or motels.

20 “(D) APPLICABLE PERIOD.—For purposes
21 of subparagraph (A), the term ‘applicable pe-
22 riod’ means the period ending the later of the
23 last day of—

1 “(i) the 24 month period following the
2 first day of the month in which the asset
3 is or was placed in service, or

4 “(ii) the 24 month period ending De-
5 cember 31, 2003, to the extent that the
6 asset remains in service during such pe-
7 riod.”.

8 (c) EFFECTIVE DATE.—

9 (1) IN GENERAL.—The amendments made by
10 this section shall apply to any property placed in
11 service before, on, or after the date of the enactment
12 of this Act.

13 (2) TRANSITION RULE FOR PROPERTY PLACED
14 IN SERVICE ON OR BEFORE ENACTMENT.—In the
15 case of property placed in service on or before the
16 date of the enactment of this Act, the taxpayer may
17 elect (in such form and manner as the Secretary
18 may prescribe), not to apply section 168 of the In-
19 ternal Revenue Code of 1986 (as amended by this
20 section) to such property.

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