

113TH CONGRESS
1ST SESSION

S. 1342

To amend the Internal Revenue Code of 1986 to permit expensing of certain depreciable business assets for small businesses.

IN THE SENATE OF THE UNITED STATES

JULY 23, 2013

Mr. FLAKE (for himself, Mr. UDALL of New Mexico, and Mr. INHOFE) introduced the following bill; which was read twice and referred to the Committee on Finance

A BILL

To amend the Internal Revenue Code of 1986 to permit expensing of certain depreciable business assets for small businesses.

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 “Small Business Invest-
5 ment Promotion Act”.

6 **SEC. 2. EXPENSING CERTAIN DEPRECIABLE BUSINESS AS-**
7 **SETS FOR SMALL BUSINESS.**

8 (a) IN GENERAL.—

1 (1) DOLLAR LIMITATION.—Paragraph (1) of
2 section 179(b) of the Internal Revenue Code of 1986
3 is amended by striking “shall not exceed—” and all
4 that follows and inserting “shall not exceed
5 \$250,000.”.

6 (2) REDUCTION IN LIMITATION.—Paragraph
7 (2) of section 179(b) of such Code is amended by
8 striking “exceeds—” and all that follows and insert-
9 ing “exceeds \$800,000.”.

10 (b) COMPUTER SOFTWARE.—Clause (ii) of section
11 179(d)(1)(A) of such Code is amended by striking “and
12 before 2014”.

13 (c) ELECTION.—Paragraph (2) of section 179(e) of
14 such Code is amended by striking “may not be revoked”
15 and all that follows through “and before 2014”.

16 (d) QUALIFIED REAL PROPERTY.—Section 179(f) of
17 such Code is amended—

18 (1) by striking “beginning in 2010, 2011, 2012,
19 or 2013” in paragraph (1), and

20 (2) by striking paragraph (4).

21 (e) INFLATION ADJUSTMENT.—Subsection (b) of sec-
22 tion 179 of such Code is amended by adding at the end
23 the following new paragraph:

24 “(6) INFLATION ADJUSTMENT.—

1 “(A) IN GENERAL.—In the case of any
2 taxable year beginning after 2014, the dollar
3 amounts in paragraphs (1) and (2) shall each
4 be increased by an amount equal to—

5 “(i) such dollar amount, multiplied by

6 “(ii) the cost-of-living adjustment de-
7 termined under section 1(f)(3) for the cal-
8 endar year in which the taxable year be-
9 gins, by substituting ‘2013’ for ‘1992’ in
10 subparagraph (B) thereof.

11 “(B) ROUNDING.—The amount of any in-
12 crease under subparagraph (A) shall be round-
13 ed to the nearest multiple of \$10,000.”.

14 (f) EFFECTIVE DATE.—The amendments made by
15 this section shall apply to taxable years beginning after
16 December 31, 2013.

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