

115TH CONGRESS
1ST SESSION

S. 1293

To amend the Internal Revenue Code of 1986 to enhance the research credit for domestic manufacturers.

IN THE SENATE OF THE UNITED STATES

JUNE 6, 2017

Mr. COONS (for himself and Mr. ROBERTS) 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 enhance the research credit for domestic manufacturers.

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 “Invent and Manufac-
5 ture in America Act”.

6 **SEC. 2. ENHANCED RESEARCH CREDIT FOR DOMESTIC**
7 **MANUFACTURERS.**

8 (a) IN GENERAL.—Section 41 of the Internal Rev-
9 enue Code of 1986 is amended by adding at the end the
10 following new subsection:

1 “(i) ENHANCED CREDIT FOR DOMESTIC MANUFAC-
2 TURERS.—

3 “(1) IN GENERAL.—In the case of a qualified
4 domestic manufacturer, this section shall be ap-
5 plied—

6 “(A) except as provided in subparagraph
7 (B), by increasing the 20 percent amount in
8 subsection (a)(1) by the bonus amount, and

9 “(B) in the case of a qualified domestic
10 manufacturer making an election under sub-
11 section (c)(5)—

12 “(i) by increasing the 14 percent
13 amount under subsection (c)(5)(A) by the
14 alternative simplified bonus amount, and

15 “(ii) by increasing the 6 percent
16 amount under subsection (c)(5)(B)(ii) by
17 the subsection (c)(5)(B) bonus amount.

18 “(2) QUALIFIED DOMESTIC MANUFACTURER.—
19 For purposes of this subsection—

20 “(A) IN GENERAL.—The term ‘qualified
21 domestic manufacturer’ means a taxpayer who
22 has domestic production gross receipts which
23 are more than 50 percent of total gross re-
24 ceipts.

1 “(B) DOMESTIC PRODUCTION GROSS RE-
 2 CEIPTS.—The term ‘domestic production gross
 3 receipts’ has the meaning given to such term
 4 under section 199(c)(4).

5 “(3) BONUS AMOUNT; ALTERNATIVE SIM-
 6 PLIFIED BONUS AMOUNT; SUBSECTION (c)(5)(B)
 7 AMOUNT.—For purposes of paragraph (1):

“If the percentage of total gross receipts which are domestic production gross receipts is:	The bonus amount is the following number of percentage points:	The alternative simplified bonus amount is the following number of percentage points:	The subsection (c)(5)(B) bonus amount is the following number of percentage points:
More than 50% but not more than 60%	1	0.7	0.3
More than 60% but not more than 70%	2	1.4	0.6
More than 70% but not more than 80%	3	2.1	0.9
More than 80% but not more than 90%	4	2.8	1.2
More than 90%	5	3.5	1.5.”.

8 (b) EFFECTIVE DATE.—The amendment made by
 9 this section shall apply to expenditures paid or incurred
 10 in taxable years beginning after December 31, 2017.

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