

119TH CONGRESS
1ST SESSION

S. 448

To amend the Internal Revenue Code of 1986 to expand the advanced manufacturing production credit to include distribution transformers.

IN THE SENATE OF THE UNITED STATES

FEBRUARY 6 (legislative day, FEBRUARY 5), 2025

Mr. MORAN (for himself and Ms. CORTEZ MASTO) 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 expand the advanced manufacturing production credit to include distribution transformers.

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 “Credit Incentives for
5 Resilient Critical Utility Infrastructure and Transformers
6 Act” or the “CIRCUIT Act”.

1 **SEC. 2. EXPANSION OF ADVANCED MANUFACTURING PRO-**
 2 **DUCTION CREDIT TO INCLUDE DISTRIBUTION TRANSFORMERS.**
 3

4 (a) IN GENERAL.—Section 45X of the Internal Rev-
 5 enue Code of 1986 is amended—

6 (1) in subsection (b)(1)—

7 (A) in subparagraph (L)(ii), by striking
 8 “and” at the end,

9 (B) in subparagraph (M), by striking the
 10 period at the end and inserting “, and”, and

11 (C) by adding at the end the following new
 12 subparagraph:

13 “(N) in the case of any distribution trans-
 14 former, an amount equal to 10 percent of the
 15 costs incurred by the taxpayer with respect to
 16 production of such transformer.”, and

17 (2) in subsection (c)—

18 (A) in paragraph (1)(A)—

19 (i) in clause (iv), by striking “and” at
 20 the end,

21 (ii) in clause (v), by striking the pe-
 22 riod at the end and inserting “, and”, and

23 (iii) by adding at the end the fol-
 24 lowing new clause:

25 “(vi) any distribution transformer.”,
 26 and

1 (B) by adding at the end the following new
2 paragraph:

3 “(7) DISTRIBUTION TRANSFORMER.—The term
4 ‘distribution transformer’ has the same meaning
5 given such term under section 321(35) of the En-
6 ergy Policy and Conservation Act (42 U.S.C.
7 6291(35)).”.

8 (b) EFFECTIVE DATE.—The amendments made by
9 this section shall apply to components produced and sold
10 after the date which is 90 days after the date of enactment
11 of this Act.

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