104TH CONGRESS
1ST SESSION

S. 1160

To amend the Internal Revenue Code of 1986 to provide that the depreciation rules which apply for regular tax purposes also shall apply for alternative minimum tax purposes.

IN THE SENATE OF THE UNITED STATES

AUGUST 10 (legislative day, JULY 10), 1995

Mr. ROCKEFELLER introduced the following bill; which was read twice and referred to the Committee on Finance

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A BILL

To amend the Internal Revenue Code of 1986 to provide that the depreciation rules which apply for regular tax purposes also shall apply for alternative minimum tax purposes.

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. ALTERNATIVE MINIMUM TAX DEPRECIATION**

4 **DETERMINED UNDER REGULAR TAX RULES.**

5 (a) IN GENERAL.—Clause (i) of section 56(a)(1)(A)

6 of the Internal Revenue Code of 1986 (relating to depre-

7 ciation) is amended by inserting ''and before January 1,

8 1995'' after ''December 31, 1986''.

1   (b) ACE PREFERENCE.—Subparagraph (A) of sec-
2 tion 56(g)(4) of such Code is amended by striking clause
3 (iv), by redesignating clauses (i), (ii), and (iii) as clauses
4 (ii), (iii), and (iv), respectively, and by inserting before
5 clause (ii) the following new clause:

6   "(i) PROPERTY PLACED IN SERVICE
7   BEFORE 1981 AND AFTER 1994.—In the
8   case of property not described in clause
9   (ii), (iii), or (iv), the amount allowable as
10   depreciation or amortization with respect
11   to such property shall be determined in the
12   same manner as for purposes of computing
13   taxable income."

14   (c) CONFORMING AMENDMENT.—Clause (ii) of sec-
15 tion 56(g)(4)(A) of such Code, as redesignated by sub-
16 section (b), is amended—

17   (1) by inserting "and before 1995" after "after
18   1989" in the heading and the text, and

19   (2) by striking "after December 31, 1993" and
20   inserting "during 1994".

21   (d) EFFECTIVE DATE.—The amendments made by
22 this section shall apply to property placed in service after
23 December 31, 1994.

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