

AMENDMENT TO RULES COMMITTEE
PRINT 118-11
OFFERED BY MR. GARAMENDI OF CALIFORNIA

At the end of title XII, add the following:

1 **SEC. 7___ . CLOSE CORPORATE JET DEPRECIATION TAX**
2 **LOOPHOLE.**

3 (a) TREATMENT AS 7-YEAR PROPERTY.—Section
4 168(e)(3)(C) of the Internal Revenue Code of 1986 is
5 amended by redesignating clauses (iv) and (v) as clauses
6 (v) and (vi), respectively, and by inserting after clause (iii)
7 the following new clause:

8 “(iv) any general aviation aircraft,”.

9 (b) 15-YEAR RECOVERY PERIOD FOR PURPOSES OF
10 ALTERNATIVE DEPRECIATION SYSTEM.—Section
11 168(g)(3) is amended by inserting after subparagraph (E)
12 the following new subparagraph:

13 “(F) GENERAL AVIATION AIRCRAFT.—In
14 the case of any general aviation aircraft, the re-
15 covery period used for purposes of paragraph
16 (2) shall be 15 years.”.

17 (c) GENERAL AVIATION AIRCRAFT.—Section 168(i)
18 of the Internal Revenue Code of 1986 is amended by in-
19 serting after paragraph (19) the following new paragraph:

1 “(20) GENERAL AVIATION AIRCRAFT.—The
2 term ‘general aviation aircraft’ means any airplane
3 or helicopter (including airframes and engines) not
4 used in commercial or contract carrying of pas-
5 sengers or freight, but which primarily engages in
6 the carrying of passengers.”.

7 (d) EFFECTIVE DATE.—The amendments made by
8 this section shall apply to property placed in service after
9 that date of the enactment of this Act.

