

**AMENDMENT TO RULES COMMITTEE PRINT 115-
39
OFFERED BY MR. LANGEVIN OF RHODE ISLAND**

Add at the end the following:

1 **TITLE VI—FIRE SPRINKLER**
2 **INCENTIVE**

3 **SEC. 6001. AUTOMATED FIRE SPRINKLER SYSTEM RETRO-**
4 **FITS TREATED AS SECTION 179 PROPERTY.**

5 (a) IN GENERAL.—Section 179(d)(1)(B) of the Inter-
6 nal Revenue Code of 1986 is amended to read as follows:

7 “(B) which is—

8 “(i) automated fire sprinkler system
9 retrofit property (as defined in section
10 168(i)(20) determined without regard to
11 subparagraph (A)(i)(II) thereof), or

12 “(ii) section 1245 property (as defined
13 in section 1245(a)(3)), and”.

14 (b) EFFECTIVE DATE.—The amendments made by
15 this section shall apply to property placed in service after
16 the date of the enactment of this Act.

1 **SEC. 6002. CLASSIFICATION OF CERTAIN AUTOMATED FIRE**
2 **SPRINKLER SYSTEM RETROFITS.**

3 (a) TREATMENT AS 15-YEAR PROPERTY.—Section
4 168(e)(3)(E) of the Internal Revenue Code of 1986 is
5 amended by striking “and” at the end of clause (viii), by
6 striking the period at the end of clause (ix) and inserting
7 “, and”, and by adding at the end the following:

8 “(x) any automated fire sprinkler system retrofit
9 property.”.

10 (b) APPLICABLE DEPRECIATION METHOD.—Section
11 168(b)(3) of such Code is amended by adding at the end
12 the following new subparagraph:

13 “(J) Any automated fire sprinkler system
14 retrofit property.”.

15 (c) ALTERNATIVE SYSTEM.—The table contained in
16 section 168(g)(3)(B) of such Code is amended by inserting
17 after the item relating to subparagraph (E)(ix) the fol-
18 lowing:

“(E)(x) 39”.

19 (d) DEFINITION OF AUTOMATED FIRE SPRINKLER
20 SYSTEM RETROFIT PROPERTY.—Section 168(i) of such
21 Code is amended by adding at the end the following new
22 paragraph:

23 “(20) AUTOMATED FIRE SPRINKLER SYSTEM
24 RETROFIT PROPERTY.—

1 “(A) IN GENERAL.—The term ‘automated
2 fire sprinkler system retrofit property’ means
3 any property which comprises a sprinkler sys-
4 tem which—

5 “(i) is installed in a building or struc-
6 ture which—

7 “(I) was placed in service before
8 the date on which such sprinkler sys-
9 tem is placed in service, and

10 “(II) has an occupiable story the
11 floor of which is more than 75 feet
12 above the lowest level of fire depart-
13 ment vehicle access, and

14 “(ii) is classified under one or more of
15 the following:

16 “(I) National Fire Protection As-
17 sociation 13, Installation of Sprinkler
18 Systems.

19 “(II) National Fire Protection
20 Association 13 D, Installation of
21 Sprinkler Systems in One and Two
22 Family Dwellings and Manufactured
23 Homes or International Residential
24 Code Section P2904, Dwelling Unit
25 Fire Sprinkler Systems.

1 “(III) National Fire Protection
2 Association 13 R, Installation of
3 Sprinkler Systems in Residential Oc-
4 cupancies up to and Including Four
5 Stories in Height.

6 “(B) EXCEPTION FOR CERTAIN INSTALLA-
7 TIONS REQUIRED BY LAW.—Such term shall not
8 include any sprinkler system the installation of
9 which is required by State or local law by rea-
10 son of the degree of additions or improvements
11 made to such building or structure.”.

12 (e) EFFECTIVE DATE.—The amendments made by
13 this section shall apply to property placed in service after
14 the date of the enactment of this Act.

15 **SEC. 6003. CORPORATE RATE INCREASE TO ACHIEVE REV-**
16 **ENUE NEUTRALITY.**

17 (a) IN GENERAL.—The rate of tax specified in sec-
18 tion 11(b)(1) of the Internal Revenue Code of 1986 (after
19 the amendment made by section 3001(a)) shall be in-
20 creased by such number of percentage points as is nec-
21 essary to fully offset the aggregate reduction in Federal
22 revenues which result from the amendments and repeals
23 made by sections 6001 and 6002.

1 (b) EFFECTIVE DATE.—Subsection (a) shall apply as
2 if such provision were an amendment made by section
3 3001(a).

