

AMENDMENT TO RULES COMMITTEE PRINT 115-

39

OFFERED BY MRS. LAWRENCE OF MICHIGAN

At the end of the bill, add the following:

1 **TITLE VI—MANUFACTURING JOB**
2 **TRAINING TAX CREDIT; COR-**
3 **PORATE RATE INCREASE TO**
4 **ACHIEVE REVENUE NEU-**
5 **TRALITY**

6 **SEC. 6001. MANUFACTURING JOB TRAINING TAX CREDIT.**

7 (a) IN GENERAL.—Subpart D of part IV of sub-
8 chapter A of chapter 1 of the Internal Revenue Code of
9 1986 is amended by adding at the end the following new
10 section:

11 **“SEC. 45S. MANUFACTURING JOB TRAINING CREDIT.**

12 “(a) IN GENERAL.—For the purposes of section 38,
13 the manufacturing job training credit determined under
14 this section for the taxable year is an amount equal to
15 20 percent of so much of the manufacturing training ex-
16 penses paid or incurred by a qualified manufacturing em-
17 ployer during the taxable year as exceeds 50 percent of
18 the average manufacturing training expenses for the 3

1 taxable years preceding the taxable year for which the
2 credit is determined.

3 “(b) DEFINITIONS.—For purposes of this section—

4 “(1) MANUFACTURING TRAINING EXPENSES.—

5 “(A) IN GENERAL.—The term ‘manufac-
6 turing training expenses’ means, with respect to
7 any eligible employee of the taxpayer, expenses
8 paid or incurred by such taxpayer for any man-
9 ufacturing training program, including any re-
10 lated course work, certification testing, and es-
11 sential skill acquisition.

12 “(B) ELIGIBLE EMPLOYEE.—The term ‘el-
13 igible employee’ means any employee of the tax-
14 payer whose essential job function is within the
15 United States and relates to manufacturing at
16 a manufacturing facility of the taxpayer located
17 within the United States.

18 “(2) QUALIFYING MANUFACTURING EM-
19 PLOYER.—The term ‘qualified manufacturing em-
20 ployer’ means any employer—

21 “(A) which employs individuals in a trade
22 or business in manufacturing,

23 “(B) the manufacturing facilities of which
24 are located in the United States, and

1 “(C) the primary business of which is clas-
2 sified in sector 31, 32, or 33 of the North
3 American Industrial Classification System.

4 “(c) SPECIAL RULES.—

5 “(1) RULE IN CASE OF NO MANUFACTURING
6 TRAINING EXPENSES IN ANY OF 3 PRECEDING TAX-
7 ABLE YEARS.—

8 “(A) TAXPAYERS TO WHICH PARAGRAPH
9 APPLIES.—The credit under this section shall
10 be determined under this paragraph if the tax-
11 payer has no manufacturing training expenses
12 in any one of the 3 taxable years preceding the
13 taxable year for which the credit is being deter-
14 mined.

15 “(B) CREDIT RATE.—The credit deter-
16 mined under this paragraph shall be equal to 6
17 percent of the manufacturing training expenses
18 for the taxable year.

19 “(2) DENIAL OF DOUBLE BENEFIT.—No deduc-
20 tion shall be allowed under this chapter for the por-
21 tion of the expenses otherwise allowable as a deduc-
22 tion that are taken into account in determining the
23 credit under this section for the taxable year.

24 “(3) AGGREGATION.—For purposes of this sec-
25 tion, all persons treated as a single employer under

1 subsection (a) or (b) or section 52, or subsection (m)
2 or (o) of section 414, shall be treated as one person.

3 “(d) ELECTION TO HAVE CREDIT NOT APPLY.—A
4 taxpayer may elect to have this section not apply for any
5 taxable year.”.

6 (b) CREDIT TO BE PART OF GENERAL BUSINESS
7 CREDIT.—Subsection (b) of section 38 of the Internal
8 Revenue Code of 1986 is amended by striking “plus” at
9 the end of paragraph (35), by striking the period at the
10 end of paragraph (36) and inserting “, plus”, and by add-
11 ing at the end the following new paragraph:

12 “(37) the manufacturing job training credit de-
13 termined under section 45S(a).”.

14 (c) CLERICAL AMENDMENT.—The table of sections
15 for subpart D of part IV of subchapter A of chapter 1
16 of the Internal Revenue Code of 1986 is amended by add-
17 ing at the end the following new item:

“Sec. 45S. Manufacturing job training credit.”.

18 (d) EFFECTIVE DATE.—The amendments made by
19 this section shall apply to expenses paid or incurred after
20 the date of the enactment of this Act, in taxable years
21 ending after such date.

22 **SEC. 6002. CORPORATE RATE INCREASE TO ACHIEVE REV-**
23 **ENUE NEUTRALITY.**

24 (a) IN GENERAL.—The rate of tax specified in sec-
25 tion 11(b)(1) of the Internal Revenue Code of 1986 (after

1 the amendment made by section 3001(a)) shall be in-
2 creased by such number of percentage points as is nec-
3 essary to fully offset the aggregate reduction in Federal
4 revenues which result from amendments and repeals made
5 by section 6001.

6 (b) EFFECTIVE DATE.—Subsection (a) shall apply as
7 if such provision were an amendment made by section
8 3001(a).

