

113TH CONGRESS
1ST SESSION

S. 1498

To amend the Internal Revenue Code of 1986 to extend certain expiring provisions relating to small businesses, and for other purposes.

IN THE SENATE OF THE UNITED STATES

SEPTEMBER 12, 2013

Ms. LANDRIEU 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 extend certain expiring provisions relating to small businesses, and for other 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. SHORT TITLE.**

4 This Act may be cited as the “Small Business Tax
5 Fairness Act”.

6 **SEC. 2. EXTENSION OF TEMPORARY EXCLUSION OF 100**
7 **PERCENT OF GAIN ON CERTAIN SMALL BUSI-**
8 **NESS STOCK.**

9 (a) IN GENERAL.—Paragraph (4) of section 1202(a)
10 of the Internal Revenue Code of 1986 is amended—

1 (1) by striking “January 1, 2014” and insert-
2 ing “January 1, 2015”, and

3 (2) by striking “AND 2013” in the heading and
4 inserting “2013, AND 2014”.

5 (b) EFFECTIVE DATE.—The amendments made by
6 this section shall apply to stock acquired after December
7 31, 2013.

8 **SEC. 3. TEMPORARY INCREASE IN DEDUCTION FOR START-**
9 **UP EXPENDITURES.**

10 (a) IN GENERAL.—Paragraph (3) of section 195(b)
11 of the Internal Revenue Code of 1986 is amended—

12 (1) by inserting “, 2013, or 2014” after
13 “2010”, and

14 (2) by inserting “2013, OR 2014” after “2010” in
15 the heading.

16 (b) EFFECTIVE DATE.—The amendments made by
17 this section shall apply to taxable years beginning after
18 December 31, 2012.

19 **SEC. 4. EXTENSION OF REDUCTION IN S-CORPORATION**
20 **RECOGNITION PERIOD FOR BUILT-IN GAINS**
21 **TAX.**

22 (a) IN GENERAL.—Subparagraph (C) of section
23 1374(d)(7) of the Internal Revenue Code of 1986 is
24 amended—

1 (1) by striking “2012 or 2013” and inserting
2 “2012, 2013, or 2014”, and

3 (2) by striking “2012 AND 2013” in the heading
4 and inserting “2012, 2013, AND 2014”.

5 (b) EFFECTIVE DATE.—The amendments made by
6 this section shall apply to taxable years beginning after
7 December 31, 2013.

8 **SEC. 5. DEDUCTION FOR HEALTH INSURANCE COSTS IN**
9 **COMPUTING SELF-EMPLOYMENT TAXES IN**
10 **2013.**

11 (a) IN GENERAL.—Paragraph (4) of section 162(l)
12 of the Internal Revenue Code of 1986 is amended by strik-
13 ing “beginning before January 1, 2010” and all that fol-
14 lows and inserting “beginning—

15 “(A) before January 1, 2010,

16 “(B) after December 31, 2010, and before
17 January 1, 2013, or

18 “(C) after December 31, 2013.”.

19 (b) EFFECTIVE DATE.—The amendment made by
20 this section shall apply to taxable years beginning after
21 December 31, 2012.

22 **SEC. 6. EXTENSION OF INCREASED EXPENSING LIMITA-**
23 **TIONS AND TREATMENT OF CERTAIN REAL**
24 **PROPERTY AS SECTION 179 PROPERTY.**

25 (a) IN GENERAL.—

1 (1) DOLLAR LIMITATION.—Section 179(b)(1) of
2 the Internal Revenue Code of 1986 is amended—

3 (A) by striking “or 2013” in subparagraph

4 (B) and inserting “2013, or 2014”, and

5 (B) by striking “2013” in subparagraph

6 (C) and inserting “2014”.

7 (2) REDUCTION IN LIMITATION.—Section
8 179(b)(2) of such Code is amended—

9 (A) by striking “or 2013” in subparagraph

10 (B) and inserting “2013, or 2014”, and

11 (B) by striking “2013” in subparagraph

12 (C) and inserting “2014”.

13 (b) COMPUTER SOFTWARE.—Section
14 179(d)(1)(A)(ii) of the Internal Revenue Code of 1986 is
15 amended by striking “2014” and inserting “2015”.

16 (c) ELECTION.—Section 179(c)(2) of the Internal
17 Revenue Code of 1986 is amended by striking “2014” and
18 inserting “2015”.

19 (d) SPECIAL RULES FOR TREATMENT OF QUALIFIED
20 REAL PROPERTY.—

21 (1) IN GENERAL.—Section 179(f)(1) of the In-
22 ternal Revenue Code of 1986 is amended by striking
23 “or 2013” and inserting “2013, or 2014”.

24 (2) CARRYOVER LIMITATION.—

1 (A) IN GENERAL.—Section 179(f)(4) of
2 such Code is amended by striking “2013” each
3 place it appears and inserting “2014”.

4 (B) CONFORMING AMENDMENT.—Subpara-
5 graph (C) of section 179(f)(4) of such Code is
6 amended by striking “2011 AND 2012” in the
7 heading and inserting “2011, 2012, AND 2013”.

8 (e) EFFECTIVE DATE.—The amendments made by
9 this section shall apply to taxable years beginning after
10 December 31, 2013.

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