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(Original Signature of Member)

118TH CONGRESS
2D SESSION

H. R. _____

To amend the Internal Revenue Code of 1986 to allow an increased dollar limitation for section 179 property placed in service in the trade or business of farming.

IN THE HOUSE OF REPRESENTATIVES

Mr. LOPEZ introduced the following bill; which was referred to the Committee
on _____

A BILL

To amend the Internal Revenue Code of 1986 to allow an increased dollar limitation for section 179 property placed in service in the trade or business of farming.

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. INCREASED SECTION 179 PROPERTY LIMIT FOR**
4 **FARMING PROPERTY.**

5 (a) IN GENERAL.—Section 179(b) of the Internal
6 Revenue Code of 1986 is amended by redesignating para-
7 graph (6) as paragraph (7) and by inserting after para-
8 graph (5) the following new paragraph:

1 “(6) INCREASED LIMITATION FOR FARMING
2 PROPERTY.—Notwithstanding paragraph (1), in the
3 case of any section 179 property placed in service by
4 the taxpayer in the trade or business of farming, the
5 aggregate cost of such property which may be taken
6 into account under subsection (a) for the taxable
7 year shall not be less than an amount equal to
8 \$1,500,000, reduced by the cost of any other section
9 179 property which—

10 “(A) is taken into account by the taxpayer
11 under subsection (a) for the taxable year, and

12 “(B) is placed in service by the taxpayer in
13 a trade or business other than farming.”.

14 (b) CONFORMING AMENDMENT.—Section 179(b)(2)
15 of such Code is amended by striking “limitation under
16 paragraph (1)” and inserting “limitations under para-
17 graphs (1) and (6)”.

18 (c) INFLATION ADJUSTMENT.—Section 179(b)(7) of
19 such Code (as redesignated by subsection (a)) is amended
20 by redesignating subparagraph (B) as subparagraph (C)
21 and by inserting after subparagraph (A) the following new
22 subparagraph:

23 “(B) FARMING PROPERTY LIMITATION.—

24 In the case of any taxable year beginning after

1 2025, the dollar amount in paragraph (6) shall
2 be increased by an amount equal to—

3 “(i) such dollar amount, multiplied by

4 “(ii) the cost-of-living adjustment de-
5 termined under section 1(f)(3) for the cal-
6 endar year in which the taxable year be-
7 gins, determined by substituting ‘calendar
8 year 2024’ for ‘calendar year 2016’ in sub-
9 paragraph (A)(ii) thereof.”.

10 (d) EFFECTIVE DATE.—The amendments made by
11 this section shall apply to property placed in service after
12 December 31, 2024.