

107TH CONGRESS  
1ST SESSION

# S. 732

To amend the Internal Revenue Code of 1986 to reduce the depreciation recovery period for certain restaurant buildings, and for other purposes.

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IN THE SENATE OF THE UNITED STATES

APRIL 6, 2001

Mr. THOMPSON introduced the following bill; which was read twice and referred to the Committee on Finance

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## A BILL

To amend the Internal Revenue Code of 1986 to reduce the depreciation recovery period for certain restaurant buildings, 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. DEPRECIATION RECOVERY PERIOD FOR RES-**  
4 **TAURANT BUILDINGS.**

5 (a) 15-YEAR RECOVERY PERIOD.—Section  
6 168(e)(3)(E) of the Internal Revenue Code of 1986 (relat-  
7 ing to 15-year property) is amended by striking “and” at  
8 the end of clause (ii), by striking the period at the end  
9 of clause (iii) and inserting “, and”, and by adding at the  
10 end the following new clause:

1                   “(iv) any section 1250 property which  
2                   is a retail restaurant facility or an im-  
3                   provement thereto.”.

4           (b) RETAIL RESTAURANT FACILITY.—Section 168(e)  
5 (relating to classification of property) is amended by add-  
6 ing at the end the following new paragraph:

7                   “(6) RETAIL RESTAURANT FACILITY.—The  
8                   term ‘retail restaurant facility’ means any building  
9                   if more than 50 percent of the building’s square  
10                  footage is devoted to preparation of, and seating for  
11                  on-premises consumption of, prepared meals.”.

12           (c) ALTERNATIVE SYSTEM.—The table contained in  
13 section 168(g)(3)(B) is amended by inserting after the  
14 item relating to subparagraph (E)(iii) the following new  
15 item:

          “(E)(iv) ..... 20”.

16           (d) EFFECTIVE DATE.—The amendments made by  
17 this section shall apply to property placed in service after  
18 the date of the enactment of this Act and to all improve-  
19 ments made after such date.

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