

1 under such section before the date of the enactment
2 of this Act.

3 (3) EXEMPTION FROM PERCENTAGE COMPLE-
4 TION FOR LONG-TERM CONTRACTS.—The amend-
5 ments made by subsection (d) shall apply to con-
6 tracts entered into after December 31, 2017, in tax-
7 able years ending after such date.

8 **PART III—COST RECOVERY AND ACCOUNTING**

9 **METHODS**

10 **Subpart A—Cost Recovery**

11 **SEC. 13201. TEMPORARY 100-PERCENT EXPENSING FOR** 12 **CERTAIN BUSINESS ASSETS.**

13 (a) INCREASED EXPENSING.—

14 (1) IN GENERAL.—Section 168(k) is amend-
15 ed—

16 (A) in paragraph (1)(A), by striking “50
17 percent” and inserting “the applicable percent-
18 age”, and

19 (B) in paragraph (5)(A)(i), by striking “50
20 percent” and inserting “the applicable percent-
21 age”.

22 (2) APPLICABLE PERCENTAGE.—Paragraph (6)
23 of section 168(k) is amended to read as follows:

24 “(6) APPLICABLE PERCENTAGE.—For purposes
25 of this subsection—

1 “(A) IN GENERAL.—Except as otherwise
2 provided in this paragraph, the term ‘applicable
3 percentage’ means—

4 “(i) in the case of property placed in
5 service after September 27, 2017, and be-
6 fore January 1, 2023, 100 percent,

7 “(ii) in the case of property placed in
8 service after December 31, 2022, and be-
9 fore January 1, 2024, 80 percent,

10 “(iii) in the case of property placed in
11 service after December 31, 2023, and be-
12 fore January 1, 2025, 60 percent,

13 “(iv) in the case of property placed in
14 service after December 31, 2024, and be-
15 fore January 1, 2026, 40 percent, and

16 “(v) in the case of property placed in
17 service after December 31, 2025, and be-
18 fore January 1, 2027, 20 percent.

19 “(B) RULE FOR PROPERTY WITH LONGER
20 PRODUCTION PERIODS.—In the case of property
21 described in subparagraph (B) or (C) of para-
22 graph (2), the term ‘applicable percentage’
23 means—

1 “(i) in the case of property placed in
2 service after September 27, 2017, and be-
3 fore January 1, 2024, 100 percent,

4 “(ii) in the case of property placed in
5 service after December 31, 2023, and be-
6 fore January 1, 2025, 80 percent,

7 “(iii) in the case of property placed in
8 service after December 31, 2024, and be-
9 fore January 1, 2026, 60 percent,

10 “(iv) in the case of property placed in
11 service after December 31, 2025, and be-
12 fore January 1, 2027, 40 percent, and

13 “(v) in the case of property placed in
14 service after December 31, 2026, and be-
15 fore January 1, 2028, 20 percent.

16 “(C) RULE FOR PLANTS BEARING FRUITS
17 AND NUTS.—In the case of a specified plant de-
18 scribed in paragraph (5), the term ‘applicable
19 percentage’ means—

20 “(i) in the case of a plant which is
21 planted or grafted after September 27,
22 2017, and before January 1, 2023, 100
23 percent,

24 “(ii) in the case of a plant which is
25 planted or grafted after December 31,

1 2022, and before January 1, 2024, 80 per-
2 cent,

3 “(iii) in the case of a plant which is
4 planted or grafted after December 31,
5 2023, and before January 1, 2025, 60 per-
6 cent,

7 “(iv) in the case of a plant which is
8 planted or grafted after December 31,
9 2024, and before January 1, 2026, 40 per-
10 cent, and

11 “(v) in the case of a plant which is
12 planted or grafted after December 31,
13 2025, and before January 1, 2027, 20 per-
14 cent.”.

15 (3) CONFORMING AMENDMENT.—

16 (A) Paragraph (5) of section 168(k) is
17 amended by striking subparagraph (F).

18 (B) Section 168(k) is amended by adding
19 at the end the following new paragraph:

20 “(8) PHASE DOWN.—In the case of qualified
21 property acquired by the taxpayer before September
22 28, 2017, and placed in service by the taxpayer after
23 September 27, 2017, paragraph (6) shall be applied
24 by substituting for each percentage therein—

25 “(A) ‘50 percent’ in the case of—

1 “(i) in the case of property placed in
2 service after September 27, 2017, and be-
3 fore January 1, 2024, 100 percent,

4 “(ii) in the case of property placed in
5 service after December 31, 2023, and be-
6 fore January 1, 2025, 80 percent,

7 “(iii) in the case of property placed in
8 service after December 31, 2024, and be-
9 fore January 1, 2026, 60 percent,

10 “(iv) in the case of property placed in
11 service after December 31, 2025, and be-
12 fore January 1, 2027, 40 percent, and

13 “(v) in the case of property placed in
14 service after December 31, 2026, and be-
15 fore January 1, 2028, 20 percent.

16 “(C) RULE FOR PLANTS BEARING FRUITS
17 AND NUTS.—In the case of a specified plant de-
18 scribed in paragraph (5), the term ‘applicable
19 percentage’ means—

20 “(i) in the case of a plant which is
21 planted or grafted after September 27,
22 2017, and before January 1, 2023, 100
23 percent,

24 “(ii) in the case of a plant which is
25 planted or grafted after December 31,

1 2022, and before January 1, 2024, 80 per-
2 cent,

3 “(iii) in the case of a plant which is
4 planted or grafted after December 31,
5 2023, and before January 1, 2025, 60 per-
6 cent,

7 “(iv) in the case of a plant which is
8 planted or grafted after December 31,
9 2024, and before January 1, 2026, 40 per-
10 cent, and

11 “(v) in the case of a plant which is
12 planted or grafted after December 31,
13 2025, and before January 1, 2027, 20 per-
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15 (3) CONFORMING AMENDMENT.—

16 (A) Paragraph (5) of section 168(k) is
17 amended by striking subparagraph (F).

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19 at the end the following new paragraph:

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25 “(A) ‘50 percent’ in the case of—