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(Original Signature of Member)

119TH CONGRESS
1ST SESSION

H. R. _____

To amend the Internal Revenue Code of 1986 to provide incentives for
mass timber products, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

Ms. SALINAS introduced the following bill; which was referred to the
Committee on _____

A BILL

To amend the Internal Revenue Code of 1986 to provide
incentives for mass timber products, 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 “Mass Timber Growth
5 and Innovation Act”.

1 **SEC. 2. APPLICATION OF ADVANCED MANUFACTURING IN-**
2 **VESTMENT CREDIT TO MASS TIMBER PRO-**
3 **DUCTION FACILITIES AND EXTENSION OF**
4 **CREDIT.**

5 (a) APPLICATION OF CREDIT TO MASS TIMBER PRO-
6 Duction FACILITIES.—Section 48D(b)(3) of the Internal
7 Revenue Code of 1986 is amended to read as follows:

8 “(3) ADVANCED MANUFACTURING FACILITY.—
9 For purposes of this section—

10 “(A) IN GENERAL.—The term ‘advanced
11 manufacturing facility’ means a facility for
12 which the primary purpose is the manufac-
13 turing of—

14 “(i) semiconductors or semiconductor
15 manufacturing equipment, or

16 “(ii) mass timber products.

17 “(B) MASS TIMBER PRODUCTS.—The term
18 ‘mass timber products’ means cross-laminated
19 timber, nail laminated timber, glue laminated
20 timber, laminated strand lumber, laminated
21 hardwood veneer, and any similar timber or
22 lumber which is identified by the Secretary
23 (after consultation with the Secretary of Agri-
24 culture) as a mass timber product for purposes
25 of this section.”.

1 (b) CREDIT PERCENTAGE.—Section 48D(a) of such
2 Code is amended by inserting “(10 percent in the case
3 an advanced manufacturing facility the primary purpose
4 of which is the manufacturing of mass timber products)”
5 after “35 percent”.

6 (c) EXTENSION OF CREDIT.—Section 48D(e) of such
7 Code is amended by striking “December 31, 2026” and
8 inserting “December 31, 2031”.

9 (d) EFFECTIVE DATE.—

10 (1) IN GENERAL.—Except as otherwise pro-
11 vided in this subsection, the amendments made by
12 this section shall apply to property placed in service
13 on or after the date of the enactment of this Act,
14 and for any property the construction of which be-
15 gins before such date, only to the extent of the basis
16 thereof attributable to the construction, reconstruc-
17 tion, or erection on or after such date.

18 (2) EXTENSION OF CREDIT.—The amendment
19 made by subsection (c) shall apply to property the
20 construction of which begins after December 31,
21 2026.

22 **SEC. 3. CREDIT FOR QUALIFIED MASS TIMBER PRODUCTS**
23 **RESEARCH EXPENSES.**

24 (a) IN GENERAL.—Section 41(a) of the Internal Rev-
25 enue Code of 1986 is amended by striking “and” at the

1 end of paragraph (2), by striking the period at the end
2 of paragraph (3) and inserting “, and”, and by adding
3 at the end the following new paragraph:

4 “(4) 20 percent of the qualified mass timber
5 products research expenses for the taxable year.”.

6 (b) QUALIFIED MASS TIMBER PRODUCTS RESEARCH
7 EXPENSES.—Section 41(b) of such Code is amended by
8 adding at the end the following new paragraph:

9 “(5) QUALIFIED MASS TIMBER PRODUCTS RE-
10 SEARCH EXPENSES.—

11 “(A) IN GENERAL.—The term ‘qualified
12 mass timber products research expenses’ means
13 qualified research expenses with respect to mass
14 timber products research.

15 “(B) MASS TIMBER PRODUCTS RE-
16 SEARCH.—The term ‘mass timber products re-
17 search’ means qualified research with respect
18 to—

19 “(i) any mass timber product (as de-
20 fined in section 48D(b)(3)(B)), or

21 “(ii) any new or proposed product
22 which is identified for purposes of this
23 paragraph by the Secretary (after con-
24 sultation with the Secretary of Agriculture)

1 as being similar to such a mass timber
2 product.”.

3 (c) EFFECTIVE DATE.—The amendments made by
4 this section shall apply to amounts paid or incurred after
5 the date of the enactment of this Act.