

HR (6049)

To amend the Internal Revenue Code to allow a special depreciation allowance for reuse and recycling property and to provide for tax-exempt financing of recycling equipment, and for other purposes.

A BILL

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The Recycling Investment Saves Energy (RISE) Act

Depreciation Deduction for taxable year in which equipment is placed in service is 50% of adjusted basis of qualified reuse and recycling equipment.

Definition Recycling or Recycle:

That process (including sorting) by which worn or superfluous materials are manufactured or processed into specification grade commodities that are suitable for use as a replacement or substitute for virgin materials in manufacturing tangible consumer and commercial products, including packaging

Definition of Reuse and Recycling Equipment:

1. Any machinery and equipment (other than buildings or real estate) along with their appurtenances, including software to operate the equipment, which is used exclusively to collect, distribute, or recycle qualified reuse and recyclable materials.
2. Rolling stock and other equipment used to transport reuse and recycling materials are excluded.

Definition of *Qualified* Reuse and Recycling Material:

1. Scrap plastic, scrap glass, scrap textiles, scrap rubber, scrap packaging, recovered fiber, scrap ferrous and nonferrous metals, or electronic scrap generated by an individual or business.
2. Electronic scrap are cathode ray tubes, flat panel screens or similar screens greater than 4 inches measured diagonally, and any CPU

Definition of *Qualified* Reuse and Recycling Equipment:

1. Has a useful life of at least 5 years, the original use commencing with the taxpayer after August 31, 2008
2. Equipment is placed into service after August 31, 2008.