

By Mr. Cohen of Andover, petition of Gerald M. Cohen for legislation to expand the investment credit tax to include leased property. Taxation.

The Commonwealth of Massachusetts

In the Year One Thousand Nine Hundred and Eighty-Two.

AN ACT EXPANDING THE INVESTMENT CREDIT TAX TO INCLUDE LEASED PROPERTY.

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

1 Paragraph (a) of section 31A of Chapter sixty-three of the
2 General Laws is hereby amended by striking out the second and
3 third sentences and inserting in place thereof the following two
4 sentences: — The amount of such credit shall be one percent of the
5 cost or other basis for federal income tax purposes of qualifying
6 tangible property acquired, constructed, reconstructed or erected
7 or in the case of leased property its fair market value as determined
8 for federal income tax purposes during the taxable year. Qualify-
9 ing property shall be tangible personal property and other tangible
10 property including buildings and structural components of build-
11 ings which are either leased by the taxpayer or are depreciable and
12 acquired by purchase, as defined under section one hundred and
13 seventy-nine (d) of the Federal Internal Revenue Code, as amend-
14 ed and in effect for the taxable year, having a useful life of four
15 years or more, used by the corporation in the commonwealth, and
16 situated in the commonwealth on the last day of the taxable year.

