

103<sup>D</sup> CONGRESS  
1<sup>ST</sup> SESSION

# S. 1699

To amend the Internal Revenue Code of 1986 to provide that the amortization deduction for goodwill and certain other intangibles be determined by amortizing 75 percent of the adjusted basis of the intangibles ratably over a 15-year period.

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## IN THE SENATE OF THE UNITED STATES

NOVEMBER 19 (legislative day, NOVEMBER 2), 1993

Mr. SIMON (for himself and Mr. METZENBAUM) 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 provide that the amortization deduction for goodwill and certain other intangibles be determined by amortizing 75 percent of the adjusted basis of the intangibles ratably over a 15-year period.

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. LIMITATION ON AMORTIZATION DEDUCTION**

4 **FOR GOODWILL AND CERTAIN OTHER INTAN-**  
5 **GIBLES.**

6 (a) IN GENERAL.—Section 197(a) of the Internal  
7 Revenue Code of 1986 (relating to amortization of good-

1 will and certain other intangibles) is amended by inserting  
2 “75 percent of” before “the adjusted basis”.

3 (b) EFFECTIVE DATE.—The amendment made by  
4 subsection (a) shall take effect as if included in the  
5 amendments made by section 13261 of the Revenue Act  
6 of 1993.

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