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(Original Signature of Member)

119TH CONGRESS  
2D SESSION

**H. R.**

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To amend the Internal Revenue Code of 1986 to establish the mass timber plant investment credit, the mass timber workforce development credit, and the mass timber construction credit.

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IN THE HOUSE OF REPRESENTATIVES

Ms. BYNUM introduced the following bill; which was referred to the Committee on \_\_\_\_\_

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**A BILL**

To amend the Internal Revenue Code of 1986 to establish the mass timber plant investment credit, the mass timber workforce development credit, and the mass timber construction credit.

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 “Leveraging Investment  
5       in Mass Building and Employment with Renewable Tim-  
6       ber Act of 2026” or the “LIMBER Timber Act of 2026”.

**1 SEC. 2. MASS TIMBER PLANT INVESTMENT CREDIT.**

2 (a) IN GENERAL.—Subpart E of part IV of sub-  
3 chapter A of chapter 1 of subtitle A of the Internal Rev-  
4 enue Code of 1986 is amended by inserting after section  
5 48E the following new section:

**6 “SEC. 48F. MASS TIMBER PLANT INVESTMENT CREDIT.**

7 “(a) IN GENERAL.—For purposes of section 46, the  
8 mass timber plant investment credit for any taxable year  
9 is an amount equal to 30 percent of the qualified invest-  
10 ment with respect to any qualifying mass timber plant if  
11 the taxpayer.

12 “(b) QUALIFIED INVESTMENT.—

13 “(1) IN GENERAL.—For purposes of subsection  
14 (a), the qualified investment for any taxable year is  
15 the basis of eligible property placed in service by the  
16 taxpayer during such taxable year which is part of  
17 a qualifying mass timber plant.

18 “(2) CERTAIN QUALIFIED PROGRESS EXPENDI-  
19 TURES RULES MADE APPLICABLE.—Rules similar to  
20 the rules of subsections (c)(4) and (d) of section 46  
21 (as in effect on the day before the enactment of the  
22 Revenue Reconciliation Act of 1990) shall apply for  
23 purposes of this section.

24 “(c) DEFINITIONS.—For purposes of this section—

1           “(1) QUALIFYING MASS TIMBER PLANT.—The  
2           term ‘qualifying mass timber plant’ means a facility  
3           for manufacture of mass timber.

4           “(2) MASS TIMBER.—The term ‘mass timber’  
5           means engineered wood products formed by bonding  
6           or mechanically fastening layers, laminations, or ele-  
7           ments of wood to for structural components capable  
8           of bearing gravity and lateral loads, including—

9               “(A) cross-laminated timber,  
10              “(B) glue-laminated timber,  
11              “(C) dowel-laminated timber,  
12              “(D) nail-laminated timber,  
13              “(E) laminated veneer lumber designed for  
14              use as a primary structural element,

15              “(F) structural composite lumber and  
16              other engineered wood products designated as  
17              mass timber under the International Building  
18              Code, and

19              “(G) such other engineered wood products  
20              as the Secretary, in consultation with the Secre-  
21              taries of Agriculture and Energy, determine ap-  
22              propriate.

23           “(3) ELIGIBLE PROPERTY.—The term ‘eligible  
24           property’ means any property—

25               “(A) which is necessary for—

1                         “(i) the production of mass timber,

2                         “(ii) re-equipping, expanding, or es-

3                         tablishing a qualifying mass timber plant,

4                         “(B) which is—

5                         “(i) tangible personal property, or

6                         “(ii) other tangible property (not in-

7                         cluding a building or its structural compo-

8                         nents), but only if such property is used as

9                         an integral part of the qualifying mass

10                         timber plant, and

11                         “(C) with respect to which depreciation (or

12                         amortization in lieu of depreciation) is allow-

13                         able.

14                         “(d) TERMINATION.—No credit shall be determined

15                         under subsection (a) for any taxable year beginning after

16                         December 31, 2030.”.

17                         (b) CONFORMING AMENDMENTS.—

18                         (1) Section 46 of such Code is amended—

19                         (A) in paragraph (6), by striking “and”,

20                         (B) in paragraph (7), by striking the pe-

21                         riod and inserting “, and”, and

22                         (C) by adding at the end the following new

23                         paragraph:

24                         “(8) the mass timber plant investment credit.”.

3 (A) in clause (vii), by striking “and”,  
4 (B) in clause (viii), by striking the period  
5 punctuation “.” and

(C) 1 and 2,  $\pi$  at the end of the following sentence.

7 clauses

13 (c) CLERICAL AMENDMENT.—The table of sections  
14 for subpart E of part IV of subchapter A of chapter 1  
15 of subtitle A of such Code is amended by inserting after  
16 the item relating to section 48E the following new item:

“Sec. 48F. Mass timber plant investment credit.”.

17 (d) EFFECTIVE DATE.—The amendments made by  
18 this section shall apply to property placed in service after  
19 the date of the enactment of this Act.

## 20 SECTION 3. MASS TIMBER WORKFORCE DEVELOPMENT

### 21 CREDIT.

22 (a) IN GENERAL.—Subpart D of part IV of sub-  
23 chapter A of chapter 1 of the Internal Revenue Code of  
24 1986 is amended by adding at the end the following new  
25 section:

1   **“SEC. 45U. MASS TIMBER WORKFORCE DEVELOPMENT**2                   **CREDIT.**

3        “(a) IN GENERAL.—For the purposes of section 38,  
4    in the case of an eligible taxpayer, the mass timber work-  
5    force development credit determined under this section for  
6    any taxable year is an amount equal to 50 percent of the  
7    qualified expenses of the taxpayer for the taxable year.

8        “(b) ELIGIBLE TAXPAYER.—For purposes of this  
9    section, the term ‘eligible taxpayer’ means a taxpayer in  
10   the trade or business of—

11               “(1) manufacturing mass timber products,  
12               “(2) construction contracting, fabrication, or in-  
13               stalling mass timber products or structures made  
14               from mass timber products, or  
15               “(3) architecture and engineering relating to  
16               mass timber design, installation, or construction.

17        “(c) QUALIFIED EXPENSES.—

18               “(1) IN GENERAL.—For purposes of this sec-  
19    tion, the term ‘qualified expenses’ means any of the  
20    following expenses incurred for the purposes of con-  
21    ducting an activity described in subsection (b):

22               “(A) Hiring and recruitment expenses.

23               “(B) Training expenses.

24               “(C) Wages paid to an individual partici-  
25               pating in—

1                             “(i) a registered apprenticeship pro-  
2                             gram (as defined in section  
3                             3131(e)(3)(B)),

4                             “(ii) a State workforce training pro-  
5                             gram, or

6                             “(iii) an industry-recognized training  
7                             program.

8                             “(2) REQUIREMENTS.—An activity meets the  
9                             requirements of this paragraph if—

10                            “(A) not less than 70 percent of the mass  
11                             timber used to carry out such activity is from  
12                             sources of mass timber certified by the Forest  
13                             Stewardship Council, the Sustainable Forest  
14                             Initiative, or a State or Federal forest managed  
15                             under an approved forest management plan,  
16                             and

17                            “(B) in the case of a structure constructed  
18                             by the taxpayer, not less than 50 percent of the  
19                             load-bearing structural components must con-  
20                             sist of mass timber.

21                            “(3) LIMITATION.—The amount taken into ac-  
22                             count with respect to any employee of a taxpayer  
23                             under paragraph (1) for any taxable year shall not  
24                             exceed \$8,000.

1       “(d) MASS TIMBER.—For purposes of this section,  
2 the term ‘mass timber’ has the meaning given such term  
3 in section 48F(c)(2).

4       “(e) TERMINATION.—No credit shall be determined  
5 under subsection (a) for any taxable year beginning after  
6 December 31, 2030.”.

7       (b) CREDIT TO BE PART OF GENERAL BUSINESS  
8 CREDIT.—Section 38(b) of such Code is amended by strik-  
9 ing “plus” at the end of paragraph (32), by striking the  
10 period at the end of paragraph (33) and inserting “, plus”,  
11 and by adding at the end the following new paragraph:

12           “(34) in the case of an eligible taxpayer (as de-  
13 fined in section 45U), the mass timber workforce de-  
14 velopment credit determined under section 45U(a).”.

15       (c) CLERICAL AMENDMENT.—The table of sections  
16 for subpart D of part IV of subchapter A of chapter 1  
17 of such Code is amended by inserting after the item relat-  
18 ing to section 45T the following new item:

“Sec. 45U. Mass timber workforce development credit.”.

19       (d) EFFECTIVE DATE.—The amendments made by  
20 this section shall apply to expenses paid or incurred after  
21 the date of the enactment of this section.

22 **SEC. 4. MASS TIMBER CONSTRUCTION CREDIT.**

23       (a) IN GENERAL.—Subpart D of part IV of sub-  
24 chapter A of chapter 1 of the Internal Revenue Code of

1 1986 is amended by adding at the end the following new  
2 section:

3 **“SEC. 45V. MASS TIMBER CONSTRUCTION CREDIT.**

4 “(a) IN GENERAL.—For the purposes of section 38,  
5 the mass timber construction credit determined under this  
6 section for any taxable year is an amount equal to the  
7 product of—

8       “(1) the square footage of structures placed in  
9 service by the taxpayer during the taxable year in  
10 the course of the trade or business of the taxpayer  
11 which meet the requirements of subsection (b), mul-  
12 tiplied by

13       “(2) \$5.

14 “(b) REQUIREMENTS.—

15       “(1) IN GENERAL.—A structure meets the re-  
16 quirements of this paragraph if—

17           “(A) not less than 70 percent of the mass  
18 timber used to construct such structure is from  
19 sources of mass timber certified by the Forest  
20 Stewardship Council, the Sustainable Forest  
21 Initiative, or a State or Federal forest managed  
22 under an approved forest management plan,  
23 and

1                   “(B) not less than 50 percent of the load-  
2                   bearing structural components of such structure  
3                   consist of mass timber.

4                   “(2) MASS TIMBER.—For purposes of this sub-  
5                   section, the term ‘mass timber’ has the meaning  
6                   given such term in section 48F(c)(2).

7                   “(c) TERMINATION.—No credit shall be determined  
8                   under subsection (a) for any taxable year beginning after  
9                   December 31, 2030.”.

10                  (b) CREDIT TO BE PART OF GENERAL BUSINESS  
11 CREDIT.—Section 38(b) of such Code is amended by strik-  
12 ing “plus” at the end of paragraph (33), by striking the  
13 period at the end of paragraph (34) and inserting “, plus”,  
14 and by adding at the end the following new paragraph:

15                  “(35) the mass timber construction credit de-  
16                  termined under section 45V(a).”.

17                  (c) CLERICAL AMENDMENT.—The table of sections  
18 for subpart D of part IV of subchapter A of chapter 1  
19 of such Code is amended by inserting after the item relat-  
20 ing to section 45T the following new item:

“Sec. 45V. Mass timber construction credit.”.

21                  (d) EFFECTIVE DATE.—The amendments made by  
22 this section shall apply structures placed in service after  
23 the date of the enactment of this section.