

March 30, 2011

PROPOSED AMENDMENTS TO ENGROSSED HOUSE BILL NO. 1057

Page 1, line 1, remove "to create and enact a new subsection to section 57-38-57 of the North Dakota"

Page 1, line 2, remove "Century Code, relating to angel fund investment disclosure;"

Page 1, line 4, after the first "provide" insert "for"

Page 1, line 4, remove "report to the"

Page 1, line 4, after "management" insert "study"

Page 1, line 13, overstrike "invested" and insert immediately thereafter "remitted"

Page 1, line 13, overstrike "in" and insert immediately thereafter "to"

Page 1, line 15, after the period insert "The investment used to calculate the credit under this section may not be used to calculate any other income tax deduction or credit allowed by law."

Page 1, line 21, overstrike "four" and insert immediately thereafter "nineteen"

Page 2, line 10, after the underscored period insert "Early-stage and mid-stage entities do not include those that have more than twenty-five percent of their revenue from income-producing real estate."

Page 3, line 1, replace "paid for the investment" with "remitted"

Page 3, line 3, replace "on which full consideration" with "the payment"

Page 3, line 18, remove "If a passthrough entity does not elect to sell, transfer, or assign the credit as"

Page 3, line 19, replace "provided under this subsection and subsection 7, the" with "The"

Page 3, remove lines 23 through 31

Page 4, remove lines 1 through 31

Page 5, remove lines 1 through 18

Page 5, line 19, remove "**REPORT TO THE**"

Page 5, line 19, after "**MANAGEMENT**" insert "**STUDY - TRANSFERABILITY OF TAX CREDITS**"

Page 5, line 19, remove "and"

Page 5, replace lines 20 and 21 with "interim, the legislative management shall consider studying the transferability of tax credits. The study must include an analysis of the tax policy reasons for implementing transferable credits, a review of the effectiveness of transferable credits in terms of potential annual state revenue losses and benefits, the use and effectiveness of transferable tax credits in other states, the impact on the sellers and purchasers of transferable credits, and the administration of transferable credits. The legislative management shall report its findings and recommendations,

together with any legislation required to implement the recommendations, to the sixty-third legislative assembly."

Page 5, remove line 24

Renumber accordingly