

Hall of the House of Representatives

88th General Assembly - Regular Session, 2011

Amendment Form

Subtitle of House Bill No. 2051

TO INCREASE THE EQUITY INVESTMENT FUND TAX CREDIT.

Amendment No. 1 to House Bill No. 2051

Amend House Bill No. 2051 as originally introduced:

Delete SECTION 1 in its entirety and substitute the following:

"SECTION 1. Arkansas Code § 15-4-3302(c)(1), concerning equity investment incentives, is amended to read as follows:

(c)(1) An equity investment incentive tax credit is created that shall be ~~equal to thirty-three and one-third percent (33 1/3%)~~ a percentage, as provided in § 15-4-3305(b)(1), of the approved amount invested by an investor in an eligible business, as identified in § 15-4-3303(a).

SECTION 2. Arkansas Code § 15-4-3305(b)(1), concerning the determination of an equity investment incentive tax credit, is amended to read as follows:

(b) The credit against state income tax liability shall be determined in the following manner:

(1)(A) The credit shall ~~not exceed thirty-three and one-third percent (33 1/3%)~~ be a percentage of the actual purchase price paid for the equity interest to the business, less any fees or commissions to underwriters or sales agents paid by the business+.

(B) The percentage in subdivision (b)(1)(A) is determined as follows:

(i) Thirty-three and one-third percent (33 1/3%) for an investment in an eligible business that pays wages of at least one hundred fifty percent (150%) but less than two hundred percent (200%) of the lesser of the state average wage or county average wage for the preceding year;

(ii) Forty-two percent (42%) for an investment in an eligible business that pays wages at least two hundred percent (200%) but less than two hundred fifty percent (250%) of the lesser of the state average wage or county average wage for the preceding year; or

(iii) Fifty percent (50%) for an investment in an eligible business that pays wages of at least two hundred fifty percent (250%) of the lesser of the state average wage or county average wage for the preceding year;"



The Amendment was read _____
By: Representative Biviano
MMC/MMC - 03/16/11 02:04 _____
MMC330 **Chief Clerk**