

ARKANSAS SENATE
83rd General Assembly - Regular Session, 2001
Amendment Form

Subtitle of Senate Bill No. 906

"TO PROVIDE THAT A NET CAPITAL GAIN FROM A VENTURE CAPITAL
INVESTMENT SHALL BE EXEMPT FROM THE INCOME TAX ACT OF 1929."

Amendment No. 1 to Senate Bill No. 906.

Amend Senate Bill No. 906 as originally introduced:

Page 1, delete lines 25 and 26 and substitute the following:

"investment, one hundred percent (100%) of the gain shall be exempt from the
Income Tax Act of 1929 if:

(A) the venture capital investment was initially made on or
after January 1, 2001; and,

(B) the venture capital investment was held for at least five
(5) years prior to disposition."

AND

Page 1, delete lines 28 and 29 and substitute the following:

"for starting up or expanding a qualified biotechnology enterprise that is
doing business in Arkansas or a qualified technology incubator client that is
doing business in Arkansas, or related purposes such as financing for seed
capital, research, and development of a qualified biotechnology enterprise
that is doing business in Arkansas or a qualified technology incubator client
that is doing business in Arkansas."

AND

Page 2, line 6, insert the following:

"(C) "Qualified biotechnology enterprise" means a corporation,
partnership, limited liability company, sole proprietorship, or other entity
that is certified by the Arkansas Department of Economic Development pursuant
to § 2-8-108.

(D) "Qualified technology incubator client" means a corporation,
partnership, limited liability company, sole proprietorship, or other entity
that, as of the date of the venture capital investment, is certified by the
University of Arkansas as currently receiving, or having received within the

.RRS748

The Amendment was read the first time, rules suspended and read the second time and _____

By: Senator Riggs
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Secretary

previous three (3) years, the services of the GENESIS Technology Incubator at the University of Arkansas."