
HOUSE COMMITTEE AMENDMENTS

2017 Regular Session

Amendments proposed by House Committee on Ways and Means to Original House Bill No. 641 by Representative McFarland

1 AMENDMENT NO. 1

2 On page 2, at the end of line 5, delete "Economic Development." and insert "Revenue."

3 AMENDMENT NO. 2

4 On page 9, delete lines 28 and 29 in their entirety and insert the following:

5 "(6) Upon exit from the program in accordance with Paragraph (5)
6 of this Subsection, if the number of jobs created or retained by the rural
7 growth investments is less than the amount projected in the approved
8 application of the rural growth fund, the state shall receive a distribution as
9 follows:

10 (a) If less than sixty percent of the projected number of jobs have
11 been created or retained, then the state shall receive an amount equal to thirty
12 percent of any distribution or payment to an equity holder in an approved
13 rural growth fund that is in excess of the sum of the following:

14 (i) The amount of equity capital invested in the rural growth fund by
15 the equity holder.

16 (ii) An amount equal to the projected increase in the equity holder's
17 federal or state tax liability, including penalties and interest, related to the
18 equity holder's ownership, management, or operation of the rural growth
19 fund.

20 (b) If sixty percent or more, but less than ninety percent, of the
21 projected number of jobs have been created or retained, then the state shall
22 receive an amount equal to fifteen percent of any distribution or payment to
23 an equity holder in an approved rural growth fund that is in excess of the sum
24 of the following:

25 (i) The amount of equity capital invested in the rural growth fund by
26 the equity holder.

27 (ii) An amount equal to the projected increase in the equity holder's
28 federal or state tax liability, including penalties and interest, related to the
29 equity holder's ownership, management, or operation of the rural growth
30 fund.

31 (7) The department shall not recapture a tax credit certificate after a
32 rural growth fund exits from the program."