

**ASSEMBLY AMENDMENT 2,
TO 2005 ASSEMBLY BILL 21**

August 18, 2005 – Offered by Representative TOWNS.

1 At the locations indicated, amend the bill as follows:

2 **1.** Page 2, line 11: delete lines 11 to 18 and substitute:

3 “71.01 (**7r**) (b) Notwithstanding sub. (6), for property acquired and placed in
4 service in taxable years beginning on or after January 1, 2006, a person who is
5 actively engaged in farming may compute amortization and depreciation on property
6 used in farming under any subsequent change to section 101 of P.L. 107–147 or
7 section 201 of P.L. 108–27 enacted after December 31, 2005. For purposes of this
8 paragraph, “actively engaged in farming” has the meaning given in 7 CFR 1400.201,
9 and “farming” has the meaning given in section 464 (e) (1) of the Internal Revenue
10 Code. This paragraph does not apply unless a federal law change enacted after
11 December 31, 2005, revises section 101 of P.L. 107–147 or section 201 of P.L. 108–27.”.

12 **2.** Page 3, line 12: delete lines 12 to 19 and substitute:

1 “71.26 **(3)** (y) 2. For property acquired and placed in service in taxable years
2 beginning on or after January 1, 2006, a corporation that is actively engaged in
3 farming may compute amortization and depreciation on property used in farming
4 under any subsequent change to section 101 of P.L. 107–147 or section 201 of P.L.
5 108–27 enacted after December 31, 2005. For purposes of this subdivision, “actively
6 engaged in farming” has the meaning given in 7 CFR 1400.201, and “farming” has
7 the meaning given in section 464 (e) (1) of the Internal Revenue Code. This
8 subdivision does not apply unless a federal law change enacted after December 31,
9 2005, revises section 101 of P.L. 107–147 or section 201 of P.L. 108–27.”.

10 **3.** Page 4, line 23: delete the material beginning with that line and ending with
11 page 5, line 5, and substitute:

12 “71.365 **(1m)** (b) For property acquired and placed in service in taxable years
13 beginning on or after January 1, 2006, a tax–option corporation that is actively
14 engaged in farming may compute amortization and depreciation on property used in
15 farming under any subsequent change to section 101 of P.L. 107–147 or section 201
16 of P.L. 108–27 enacted after December 31, 2005. For purposes of this paragraph,
17 “actively engaged in farming” has the meaning given in 7 CFR 1400.201, and
18 “farming” has the meaning given in section 464 (e) (1) of the Internal Revenue Code.
19 This paragraph does not apply unless a federal law change enacted after December
20 31, 2005, revises section 101 of P.L. 107–147 or section 201 of P.L. 108–27.”.

21 **4.** Page 5, line 15: delete the material beginning with that line and ending with
22 page 6, line 5, and substitute:

23 “**71.765 Expense deduction; farming. (1)** For property acquired and placed
24 in service in taxable years beginning after December 31, 2005, and before January

