# SENATE AMENDMENT 1, <br> TO 2005 ASSEMBLY BILL 208 

December 2, 2005 - Offered by Senator Brown.

At the locations indicated, amend the bill, as shown by assembly substitute amendment 1 , as follows:

1. Page 18 , line 23 : after that line insert:
"(bm) "Personnel" means all of the following:
2. A business' employees in a rural economic development zone.
3. Individuals who provide services to a business as independent contractors in this state.".
4. Page 21, line 16: delete lines 16 to 24 and substitute:
" 1 . The business will increase its personnel by at least 10 percent and all of the following apply:
a. The business enters into an agreement with the department to claim tax benefits only for years during which the business maintains the increased level of personnel.
b. The business offers compensation and benefits for the same type of work to its employees working in the rural enterprise development zone that are at least as favorable as those offered to its employees working in this state but outside the zone, as determined by the department.
5. The business makes a capital investment in property located in the rural enterprise development zone and all of the following apply:
a. The value of the capital investment is equal to at least 10 percent of the business' gross revenues in the preceding tax year attributable to business activities in this state.
b. The business enters into an agreement with the department to claim tax benefits only for years during which the business maintains the capital investment.
c. The business offers compensation and benefits for the same type of work to its employees working in the zone that are at least as favorable as those offered to its employees working in this state but outside the zone, as determined by the department.".
6. Page 21 , line 24 : after that line, delete the material inserted by assembly amendment 1.
