

Requested by Representative SMITH G

**PROPOSED AMENDMENTS TO  
HOUSE BILL 4301**

1 On page 2 of the printed bill, after line 37, insert:

2 **“SECTION 3. (1) The Department of Revenue may not audit the**  
3 **personal income tax return of a taxpayer if:**

4 **“(a) The taxpayer owns an interest in a business and materially**  
5 **participates in that business;**

6 **“(b) The personal income tax return of the taxpayer was audited**  
7 **by the department two or more times in the most recent three-year**  
8 **period; and**

9 **“(c) The taxpayer received a 95 percent or greater rate of compli-**  
10 **ance on the returns audited during the period described in paragraph**  
11 **(b) of this subsection.**

12 **“(2) The prohibition contained in subsection (1) of this section ap-**  
13 **plies for a five-year period beginning on the date the second audit de-**  
14 **scribed in subsection (1)(b) of this section is completed.”.**

15 In line 38, delete “3” and insert “4”.

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