

depreciation, you'd have to have the worksheets to show it. Actually the question is irrelevant to 1063 at this point because with the state depreciation schedule the two pieces of information that you would need from the...as far as the IRS is concerned is date of purchase and a dollar amount. To that you then apply the state depreciation schedule.

SENATOR MOORE: And so it's your opinion that changes like that on the federal level would not impact on by...particularly with your amendment would solve any sort of problem and you're no longer piggy-backed off those, that would not be a problem, federal law changes would not have an impact now, Senator Warner?

SENATOR WARNER: Well, the other thing that those, even if those accelerated depreciation is permitted, the record of the individual taxpayer for IRS of that equipment will stay on their books, has to stay on their books because if they would sell those items even though they had the 100,000 depreciation, they have to have the record for recapture of any income that they would incur by selling them at a...for a value greater than the depreciated value. The record, in other words...

SPEAKER BAACK: Time.

SENATOR WARNER: ...would still be there.

SPEAKER BAACK: Thank you, Senator Moore. Senator Warner, you're next.

SENATOR WARNER: Mr. President, members of the Legislature, the...I guess we're at the point for the adoption of the amendment to the bill as a whole. Obviously, I don't suppose there is a need to further discuss today, but I do want to go back generally what is included in 1063 or this amendment which will become 1063. First, it essentially, in principle, is the same as the bill that was introduced in 1063 which is...and it is for the purpose of indicating how a constitutional amendment may be adopted, would be adopted if it's approved by the Legislature, both the constitutional amendment as well as the implementing legislation. It does do the following things. It does set up a two-tier system for this year of reporting, depending on what happens to a constitutional amendment. Under the one provision if a constitutional amendment fails, then it rolls back, delays the date of reporting personal property at a