

**Adopted
AMENDMENT NO 2 PROPOSED TO**

House Bill No. 1585

BY: Representatives Watson, Brown

1 **AMEND** by deleting lines 205 through 212 in their entirety.

2 **AMEND FURTHER** by inserting the following language at the end
3 of line 183: "In addition, no gain or loss shall be recognized on
4 any exchange of property if no gain or loss is recognized with
5 regard to such exchange under Section 1031 of the Internal Revenue
6 Code."

7 **AMEND FURTHER** on line 274 by striking the word "The" and
8 inserting the language "Except as otherwise provided, the"

9 **AMEND FURTHER** by inserting the following language at the end
10 of line 283: "However, no gain shall be recognized on property
11 that is compulsorily or involuntarily converted if no gain is
12 recognized with regard to such property under Section 1033 of the
13 Internal Revenue Code."

14 **AMEND FURTHER** the title to conform.