

Amendment to HB 1597-FN

1 Amend the bill by replacing section 1 with the following:

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3 1 Expense Deductions; Cap Increase. Amend RSA 77-A:3-a to read as follows:

4 77-A:3-a Expense Deductions.

5 In determining gross business profits before net operating loss and special deductions, a business
6 organization shall calculate expense deductions as permitted under Section 179 of the Internal
7 Revenue Code as provided in RSA 77-A:1, XX, except that for property placed in service on or after
8 January 1, 2018, a business organization shall calculate expense deductions not to exceed \$500,000;
9 *for property placed in service on or after January 1, 2027, a business organization shall*
10 *calculate expense deductions not to exceed \$1,000,000; for property placed in service on or*
11 *after January 1, 2029, a business organization shall calculate expense deductions not to*
12 *exceed \$1,500,000; for property placed in service on or after January 1, 2031, a business*
13 *organization shall calculate expense deductions not to exceed \$2,000,000; and for property*
14 *placed in service on or after January 1, 2033, a business organization shall calculate*
15 *expense deductions not to exceed \$2,500,000.*

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2026-1640s

AMENDED ANALYSIS

This bill increases the expense deduction cap by adding phased-in caps of \$1,000,000 in 2027, \$1,500,000 in 2029, \$2,000,000 in 2031, and \$2,500,000 in 2033.