



Mike Kadas
Director

Montana Department of Revenue



Steve Bullock
Governor

Memorandum

To: Director Kadas

From: Rose Bender

Date: September 21, 2017

Subject: Small Business Impact Statement re. Ch. 23 Corporate Income Tax Net Operating Loss Carryback and Carryforward (HB 550) MAR 42-2-984

The amendments to ARM 42.23.802 follow the passage of House Bill 550 in Montana's 2017 legislative session. HB 550 limited the amount of net operating losses allowed to be carried back to \$500,000 per tax period and increased the carryforward period for net operating losses from seven years to ten for tax periods beginning after December 31, 2017. Any impacts to small businesses are a result of the passage of HB 550, and not this corresponding rule change.

The amendments to ARM 42.23.805 follow the passage of House Bill 550 from Montana's 2017 legislative session. Any impacts to small businesses are a result of the passage of HB 550, and not this corresponding rule change.