

**GENERAL ASSEMBLY OF NORTH CAROLINA
SESSION 2009**

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HOUSE BILL 730

Short Title: Increase Corp Inc. Tax Rate Parity B/w States. (Public)

Sponsors: Representatives Starnes, Blust (Primary Sponsors); Blackwood, Current, and Folwell.

Referred to: Finance.

March 23, 2009

A BILL TO BE ENTITLED
AN ACT TO REDUCE THE CORPORATE INCOME TAX RATE IN NORTH CAROLINA
TO COMPETE WITH SURROUNDING STATES.

The General Assembly of North Carolina enacts:

SECTION 1. G.S. 105-130.3 reads as rewritten:

"§ 105-130.3. Corporations.

A tax is imposed on the State net income of every C Corporation doing business in this State. An S Corporation is not subject to the tax levied in this section. The tax is a percentage of the taxpayer's State net income computed as follows:

Income Years Beginning	Tax
In 1997	7.5%
In 1998	7.25%
In 1999	7%
After 1999	6.9%
<u>Before 2010</u>	<u>6.9%</u>
<u>In or after 2010</u>	<u>6.5%."</u>

SECTION 2. This act is effective for taxable years beginning on or after January 1, 2009.

