

GENERAL ASSEMBLY OF NORTH CAROLINA
SESSION 2009

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HOUSE DRH30137-MC-123 (3/4)

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

(Public)

Sponsors: Representatives Starnes and Blust (Primary Sponsors).

Referred to:

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

4 The General Assembly of North Carolina enacts:

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

6 "**§ 105-130.3. Corporations.**

7 A tax is imposed on the State net income of every C Corporation doing business in this
8 State. An S Corporation is not subject to the tax levied in this section. The tax is a percentage
9 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> "

17 **SECTION 2.** This act is effective for taxable years beginning on or after January 1,
18 2009.

