

GENERAL ASSEMBLY OF NORTH CAROLINA
SESSION 2005

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HOUSE DRH50662-LY-391 (5/17)

Short Title: Equalize Tax Treatment of Pensions.

(Public)

Sponsors: Representative Daughtridge.

Referred to:

A BILL TO BE ENTITLED

AN ACT TO EQUALIZE THE INCOME TAX TREATMENT OF RETIREMENT
BENEFITS.

The General Assembly of North Carolina enacts:

SECTION 1. G.S. 105-134.6(b)(6) reads as rewritten:

"(b) Deductions. – The following deductions from taxable income shall be made in calculating North Carolina taxable income, to the extent each item is included in taxable income:

...

- (6) a. ~~An amount, not to exceed four thousand dollars (\$4,000), equal to the sum of the amount calculated in subparagraph b. plus the amount calculated in subparagraph c.~~
- b. ~~The amount calculated in this subparagraph is the amount received during the taxable year from one or more state, local, or federal government retirement plans.~~
- c. ~~The amount calculated in this subparagraph is the~~The amount received during the taxable year from one or more retirement plans other than state, local, or federal government retirement plans, not to exceed a total of ~~two~~four thousand dollars ~~(\$2,000)~~(\$4,000) in any taxable year.
- d. In the case of a married couple filing a joint return where both spouses received retirement benefits during the taxable year, the maximum dollar ~~amounts~~amount provided in this subdivision for ~~various types of~~ retirement benefits apply separately to each spouse's benefits."

SECTION 2. This act is effective for taxable years beginning on or after January 1, 2006.