

GENERAL ASSEMBLY OF NORTH CAROLINA
SESSION 2005

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HOUSE DRH50239-LY-195 (3/15)

Short Title: Conform Personal Tax Deduct and Exempt to IRC. (Public)

Sponsors: Representative Blust.

Referred to:

A BILL TO BE ENTITLED

AN ACT TO CONFORM THE STATE INCOME TAX PERSONAL EXEMPTION
AND STANDARD DEDUCTION AMOUNTS TO THE FEDERAL AMOUNTS.

The General Assembly of North Carolina enacts:

SECTION 1. Subdivisions (4) and (4a) of G.S. 105-134.6(c) are repealed.

SECTION 2. G.S. 105-134.6(c)(3) reads as rewritten:

"(c) Additions. – The following additions to taxable income shall be made in calculating North Carolina taxable income, to the extent each item is not included in taxable income:

...

(3) Any amount deducted from gross income under section 164 of the Code as state, local, or foreign income tax to the extent that the taxpayer's total itemized deductions deducted under the Code for the taxable year exceed the standard deduction allowable to the taxpayer under the Code reduced by the amount the taxpayer is required to add to taxable income under subdivision (4) of this subsection. Code."

SECTION 3. This act is effective for taxable years beginning on or after January 1, 2005.