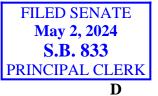
GENERAL ASSEMBLY OF NORTH CAROLINA SESSION 2023



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## SENATE BILL DRS45429-NIf-158

Short Title:	Main Street Resilience Act.	(Public)
Sponsors:	Senators Smith, Batch, and Garrett (Primary Sponsors).	
Referred to:		

1		A BILL TO BE ENTITLED	
2	AN ACT TO PR	OVIDE INCOME TAX RELIEF TO SMALL BUSINESSES.	
3	The General Ass	embly of North Carolina enacts:	
4	SEC	<b>FION 1.</b> G.S. 105-153.5(b) reads as rewritten:	
5	"(b) Other	Deductions. – In calculating North Carolina taxable income, a taxpayer may	
6		taxpayer's adjusted gross income any of the following items that are included in	
7	the taxpayer's adjusted gross income:		
8			
9	<u>(17)</u>	An amount not to exceed seventy-five thousand dollars (\$75,000) of net	
10		business income the taxpayer receives during the taxable year if the taxpayer	
11		is a small business. In the case of a married couple filing a joint return where	
12		both spouses receive or incur net business income, the maximum dollar	
13		amounts apply separately to each spouse's net business income, not to exceed	
14		a total of one hundred fifty thousand dollars (\$150,000). For purposes of this	
15		subdivision, the term "business income" does not include income that is	
16		considered passive income under the Code, and the term "small business"	
17		means an independently owned and operated business (i) whose employees,	
18		combined with the employees of all related persons, for the relevant tax year	
19		did not exceed 50 and (ii) with annual revenues of less than five million dollars	
20		(\$5,000,000)."	
21	SEC	<b>FION 2.</b> This act is effective for taxable years beginning on or after January 1,	
22	2025.		

