

GENERAL ASSEMBLY OF NORTH CAROLINA  
SESSION 2009

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SENATE DRS15335-MC-255 (05/05)

Short Title: Reduce Corporate Income Tax.

(Public)

Sponsors: Senator Forrester.

Referred to:

1 A BILL TO BE ENTITLED  
2 AN ACT TO REDUCE THE CORPORATE INCOME TAX RATE.  
3 The General Assembly of North Carolina enacts:

4 SECTION 1. G.S. 105-130.3 reads as rewritten:  
5 "§ 105-130.3. Corporations.

6 A tax is imposed on the State net income of every C Corporation doing business in this  
7 State. An S Corporation is not subject to the tax levied in this section. The tax is a  
8 percentagesix and four-tenths percent (6.4%) of the taxpayer's State net ~~income computed as~~  
9 ~~follows:~~

Income Years Beginning	Tax
In 1997	7.5%
In 1998	7.25%
In 1999	7%
After 1999	6.9% <del>income.</del> "

15 SECTION 2. G.S. 115C-546.1(b) reads as rewritten:

16 "(b) Each calendar quarter, the Secretary of Revenue shall remit to the State Treasurer  
17 for credit to the Public School Building Capital Fund an amount equal to ~~the applicable fraction~~  
18 ~~provided in the table below~~ five sixty-fourths of the net collections received during the previous  
19 quarter by the Department of Revenue under G.S. 105-130.3. All funds deposited in the Public  
20 School Building Capital Fund shall be invested as provided in G.S. 147-69.2 and  
21 G.S. 147-69.3.

Period	Fraction
10/1/97 to 9/30/98	One fifteenth (1/15)
10/1/98 to 9/30/99	Two twenty ninths (2/29)
10/1/99 to 9/30/00	One fourteenth (1/14)
After 9/30/00	Five sixty ninths (5/69)"

27 SECTION 3. Section 1 of this act is effective for taxable years beginning on or  
28 after January 1, 2010. Section 2 of this act is effective July 1, 2010, and applies to the calendar  
29 quarter that ends September 30, 2010. The remainder of this act is effective when it becomes  
30 law.

