

GENERAL ASSEMBLY OF NORTH CAROLINA

SESSION 1995

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SENATE BILL 78
Corrected Copy 1/31/95

Short Title: Index Personal Exemptions.

(Public)

Sponsors: Senators Kincaid, Cochrane, McDaniel, Webster; Carrington, Foxx, and Carpenter.

Referred to: Finance.

January 30, 1995

A BILL TO BE ENTITLED

1 AN ACT TO INCREASE THE INCOME TAX PERSONAL EXEMPTION AMOUNT
2 FROM TWO THOUSAND DOLLARS TO TWO THOUSAND FIVE HUNDRED
3 DOLLARS, THE SAME AS THE FEDERAL PERSONAL EXEMPTION
4 AMOUNT, AND TO PROVIDE THAT THE AMOUNT WILL INCREASE
5 AUTOMATICALLY EACH YEAR TO ACCOUNT FOR INFLATION.
6

7 The General Assembly of North Carolina enacts:

8 Section 1. G.S. 105-134.6(c)(4) reads as rewritten:

9 "(4) The amount by which the taxpayer's standard deduction has been
10 increased for inflation under ~~section 63(c)(4)(A) of the Code and the~~
11 ~~amount by which the taxpayer's personal exemptions have been~~
12 ~~increased for inflation under section 151(d)(4)(A) section 63(c)(4) of the~~
13 Code. For the purpose of this subdivision, if the taxpayer's personal
14 exemptions have been reduced by the applicable percentage under
15 section 151(d)(3) of the Code, the amount by which the personal
16 exemptions have been increased for inflation is also reduced by the
17 applicable percentage."

1 Sec. 2. This act is effective for taxable years beginning on or after January 1,
2 1995.