

**GENERAL ASSEMBLY OF NORTH CAROLINA  
SESSION 2001**

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**HOUSE BILL 146**

Short Title: Modify Partnership Tax Credit.

(Public)

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Sponsors: Representatives Luebke, Allen, Gray, Hill, Jarrell, Pope, and Tucker.

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Referred to: Finance.

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February 19, 2001

A BILL TO BE ENTITLED

AN ACT TO MODIFY THE PASS-THROUGH DISTRIBUTION OF PARTNERSHIP  
INCOME TAX CREDITS.

The General Assembly of North Carolina enacts:

**SECTION 1.** G.S. 105-269.15(a) reads as rewritten:

"(a) Pass-Through of Credit. – A partnership may pass through to each of its partners the partner's distributive share of an income tax credit for which the partnership qualifies. Except as otherwise provided in this Chapter, all limitations on an income tax credit apply to the partnership, except the following:

- (1) ~~The limitation that the credit may not exceed the amount of income tax imposed on the taxpayer.~~
- (2) ~~A cap on the otherwise allowable amount of the credit, expressed as a specific maximum dollar amount or a specific percentage of tax imposed on the taxpayer for the taxable year."~~

**SECTION 2.** This act is effective for taxable years beginning on or after January 1, 2001.