

**GENERAL ASSEMBLY OF NORTH CAROLINA
SESSION 2005**

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HOUSE BILL 2239

Short Title: Sunset Tax Increases Early. (Public)

Sponsors: Representatives Dollar; Blackwood, Capps, Daughtridge, Faison, Gulley, Johnson, Justice, Pate, Preston, and Walend.

Referred to: Finance.

May 22, 2006

A BILL TO BE ENTITLED

AN ACT TO SUNSET THE ADDITIONAL ONE-HALF CENT STATE SALES AND
USE TAX RATE AND THE UPPER INCOME TAX RATE ONE YEAR EARLY.

The General Assembly of North Carolina enacts:

SECTION 1. Section 34.13(c) of S.L. 2001-424, as amended by Section 38.1 of S.L. 2003-284, Section 9.1 of S.L. 2005-144, and Section 33.1 of S.L. 2005-276, reads as rewritten:

"**SECTION 34.13.(c)** This section becomes effective October 16, 2001, and applies to sales made on or after that date. This section is repealed effective for sales made on or after ~~July 1, 2007.~~ July 1, 2006. This section does not affect the rights or liabilities of the State, a taxpayer, or another person arising under a statute amended or repealed by this section before the effective date of its amendment or repeal; nor does it affect the right to any refund or credit of a tax that accrued under the amended or repealed statute before the effective date of its amendment or repeal."

SECTION 2. The lead-in language of Section 39.1 of S.L. 2003-284, as amended by Section 36.1(a) of S.L. 2005-276, reads as rewritten:

"**SECTION 39.1.** Effective for taxable years beginning on or after ~~January 1, 2008,~~ January 1, 2007, G.S. 105-134.2(a) reads as rewritten:"

SECTION 3. This act is effective when it becomes law.