GENERAL ASSEMBLY OF NORTH CAROLINA

SESSION 2007

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HOUSE BILL 558

Short Title:	Deduction for S Corporation Income.	(Public)
Sponsors:	Representatives Holloway; Blackwood, Blust, Faison, McGee, and Samuelson.	
Referred to:	Finance.	

March 12, 2007

A BILL TO BE ENTITLED

AN ACT TO PROVIDE A SMALL BUSINESS INCOME TAX EXEMPTION.

The General Assembly of North Carolina enacts:

SECTION 1. G.S. 105-131.1 is amended by adding a new subsection to read:

"(a1) Before computing the income attributable to the State, an S Corporation may subtract from income twenty-five thousand dollars ($25,000)."

SECTION 2. This act is effective for taxable years beginning on or after January 1, 2007.