

GENERAL ASSEMBLY OF NORTH CAROLINA

SESSION 1989

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HOUSE BILL 2070*
Committee Substitute Favorable 7/19/90

Short Title: Revenue Laws Tech. Changes.

(Public)

Sponsors:

Referred to:

May 24, 1990

1 A BILL TO BE ENTITLED
2 AN ACT TO MAKE TECHNICAL CHANGES TO THE REVENUE LAWS.

3 The General Assembly of North Carolina enacts:

4 Section 1. G.S. 105-151.20, as enacted by Section 6 of Chapter 984 of the
5 1989 Session Laws, reads as rewritten:

6 "**§ 105-151.20. Credit for tax paid on certain government retirement benefits.**

7 A taxpayer who received government retirement benefits during the 1988 tax year
8 may claim a credit against the tax imposed by this Division equal to the amount by
9 which the tax under this Division paid by the taxpayer for the 1988 tax year would have
10 been reduced if none of the taxpayer's government retirement benefits had been
11 included in the taxpayer's taxable income. If a taxpayer received a refund of any tax
12 paid under this Division on government retirement benefits for the 1988 tax year, the
13 amount of the refund reduces the amount of the credit allowed under this section.

14 As used in this section, the term 'government retirement benefits' means retirement
15 benefits received from one or more state, local, or federal government retirement plans.
16 As used in this section, the term '1988 tax year' means the taxpayer's taxable year
17 beginning on a day in 1988.

18 The credit allowed under this section shall ~~shall~~ be taken in equal installments over
19 the taxpayer's first three taxable years beginning on or after January 1, 1990. The credit
20 allowed under this section may not exceed the amount of tax imposed by this Division
21 reduced by the sum of all credits allowed against the tax, except payments of tax made
22 by or on behalf of the taxpayer."

23 Sec. 2. This act is effective upon ratification.