



**ASSUMPTIONS AND METHODOLOGY:** Passage of SB 856 will produce a General Fund savings by restricting the number of projects eligible for the nonincome-producing credit. Since the tax credit's inception in 1998, the State Historic Preservation Office has not approved any applications from nonprofits or state and local governments. However, the State Historic Preservation Office recently discussed two potential projects that would be denied under this bill. One project in the Piedmont area of the state involved a nonprofit seeking to build an art gallery, while another project in Eastern North Carolina involved a local government trying to convert an old school into a performing arts/conference facility and offices. No estimate can be made on the number of future projects that might be undertaken by nonprofits or state and local governments.

**TECHNICAL CONSIDERATIONS:**

**FISCAL RESEARCH DIVISION 733-4910**

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**DATE:** April 16, 2001



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