

GENERAL ASSEMBLY OF NORTH CAROLINA
SESSION 2011

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HOUSE BILL 1139

Short Title: Promote Renewable Jobs. (Public)

Sponsors: Representatives Weiss, Harrison, Luebke, and McGrady (Primary Sponsors).
For a complete list of Sponsors, see Bill Information on the NCGA Web Site.

Referred to: Commerce and Job Development, if favorable, Transportation, if favorable,
Finance.

May 25, 2012

A BILL TO BE ENTITLED

AN ACT TO PROVIDE INCENTIVES FOR THE DEVELOPMENT AND MANUFACTURE
OF COMPONENTS FOR PLUG-IN ELECTRIC VEHICLES.

The General Assembly of North Carolina enacts:

SECTION 1.(a) G.S. 105-129.50 is amended by adding a new subdivision to read:

"(5a) Plug-in electric vehicle component. – Devices for plug-in electric vehicles as defined in G.S. 20-4.01(28a), including devices for energy storage, load management, metering, and energy recharging."

SECTION 1.(b) G.S. 105-129.55(a) is amended by adding a new subdivision to

read:

"(2c) Plug-in electric vehicle component. – For expenses with respect to research conducted for components of plug-in electric vehicles, the applicable percentage is five percent (5%)."

SECTION 2.(a) G.S. 105-129.15 is amended by adding a new subdivision to read:

"(4c) Plug-in electric vehicle component. – Devices for plug-in electric vehicles as defined in G.S. 20-4.01(28a), including devices for energy storage, load management, metering, and energy recharging."

SECTION 2.(b) Article 3B of Chapter 105 of the General Statutes is amended by adding a new section to read:

§ 105-129.16K. Credit for plug-in electric vehicle component facility.

(a) Credit. – A taxpayer that places in service in this State a commercial facility for the manufacture of components for plug-in electric vehicles is allowed a credit. A taxpayer places a facility in service if it constructs the facility, converts its existing manufacturing facility to change the product it manufactures, or expands its existing facility that manufactures components for plug-in electric vehicles. To qualify for the credit for expansion, the expansion must result in an increase in production of components for plug-in electric vehicles. For a taxpayer that constructs a facility, the credit is twenty-five percent (25%) of the taxpayer's cost to construct and equip the facility. For a taxpayer that converts a facility, the credit is twenty-five percent (25%) of the taxpayer's cost to convert and equip the existing facility. For a taxpayer that expands a facility, the credit is twenty-five percent (25%) of the taxpayer's cost to expand and equip the facility. A taxpayer that claims any other credit allowed under this Chapter with respect to the facility may not take the credit allowed in this section with respect to that facility.



1 (b) Installments. – The entire credit may not be taken for the taxable year in which the
2 facility is placed in service but must be taken in five equal annual installments beginning with
3 the taxable year in which the facility is placed in service. If, in one of the years in which the
4 installment of a credit accrues, the facility with respect to which the credit was claimed is
5 disposed of or taken out of service, the credit expires, and the taxpayer may not take any
6 remaining installment of the credit. The taxpayer may, however, take the portion of an
7 installment that accrued in a previous year and was carried forward to the extent permitted
8 under G.S. 105-129.17.

9 (c) Sunset. – This section is repealed effective for a facility placed in service,
10 converted, or expanded on or after January 1, 2017."

11 **SECTION 3.** This act is effective for taxes imposed for taxable years beginning on
12 or after July 1, 2012.