

February 19, 2001

H 146. MODIFY PARTNERSHIP TAX CREDIT. TO MODIFY THE PASS-THROUGH DISTRIBUTION OF PARTNERSHIP INCOME TAX CREDITS. GS 105-269.15(a) provides that a partnership may pass through to each of its partners shares of an income tax credit for which the partnership qualifies, and that all limitations on a credit apply to the partnership except for (1) the limitation that the credit may not exceed the amount of tax imposed, and (2) any cap on the otherwise allowable amount of the credit. Bill amends the statute to delete references to a cap on the otherwise allowable amount and to provide an exception for the limitation that the credit may not exceed a specific percentage of tax imposed on the taxpayer for the taxable year. Effective for taxable years beginning on or after Jan. 1, 2001.

Intro. by Luebke, Allen, Gray, Hill, Jarrell, Pope, Tucker.

Ref. to Finance	GS 105
-----------------	--------

March 19, 2001

H 146. MODIFY PARTNERSHIP TAX CREDIT. Intro. 2/19/01. House committee substitute makes the following changes to 1st edition. Makes act effective for taxable years beginning on or after Jan. 1, 2002 (was, Jan. 1, 2001).

April 11, 2001

H 146. MODIFY PARTNERSHIP TAX CREDIT. Intro. 2/19/01. House amendment makes the following changes to 2nd edition. Adds provision to GS 105-269.15(a) that a cap of a specified dollar amount on the otherwise allowable amount of the credit does not apply to a partnership, with this added provision expiring on Jan. 1, 2005.

July 12, 2001

H 146. MODIFY PARTNERSHIP TAX CREDIT. Intro. 2/19/01. Senate committee substitute makes the following changes to 3rd edition. Makes clarifying changes to GS 105-269.15(a) regarding the passing of income tax credits from partnership to partners, and specifies that maximum dollar limits and other limitations that apply in determining the amount of credit available to a taxpayer apply to same extent in determining credit for the partnership. Only exception is that a tax credit cannot exceed the amount of tax imposed on the taxpayer. Also adds new section GS 105-151.12(f) to provide that maximum dollar limitations apply separately to each partner as well. New section GS 105-151.12(f) expires for taxable years beginning on or after Jan. 1, 2005.

August 7, 2001

SL 2001-335 (H 146). MODIFY PARTNERSHIP TAX CREDIT. AN ACT TO MODIFY THE PASS-THROUGH DISTRIBUTION OF PARTNERSHIP INCOME TAX CREDITS. Summarized in *Daily Bulletin* 2/19/01, 3/19/01, 4/11/01, and 7/12/01. Enacted Aug. 3, 2001. Effective for taxable years beginning on or after Jan. 1, 2002. Section 2 expires for taxable years beginning on or after Jan. 1, 2005.