

February 5, 2001

**H 44. MODIFY INTANGIBLES REIMBURSEMENT. TO MODIFY THE ANNUAL REIMBURSEMENT TO LOCAL GOVERNMENTS FOR REPEAL OF THE STATE TAX ON INTANGIBLE PERSONAL PROPERTY.** Rewrites hold harmless allocation formula for state distribution to counties. Repeals past distribution amounts based on 1990 distributions and distributions made after repeals of taxes on accounts receivable. Sets new amount distributed annually statewide at lesser of \$129 million or 1.8% of net individual income tax collections for previous fiscal year. Allocates this amount as follows: (1) for first \$129 million, funds allocated to each county in same proportions as received in August 2000; (2) for amounts over \$129 million, if any, 30% allocated pro rata to each county and remaining 70% of excess allocated in proportion to estimated amount of individual income tax paid by county in most recent 12-month period. Effective July 1, 2001.

**Intro. by Cansler.**

Ref. to Finance	GS 105
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