

February 14, 2001

S 143. IRC UPDATE. *TO UPDATE THE REFERENCE TO THE INTERNAL REVENUE CODE USED IN DEFINING AND DETERMINING CERTAIN STATE TAX PROVISIONS AND TO MAKE A CONFORMING CHANGE REGARDING FOREIGN SALES CORPORATIONS.* Amends GS 105-228.90(b)(1b) to define "Code" as the Internal Revenue Code as enacted as of Jan. 1, 2001 (currently, Jan. 1, 2000). Repeals GS 105-130.5(a)(13), which requires taxpayers, in determining their state net income, to add to their federal taxable income the amount of income the federal code allowed the taxpayer to exclude because the income was attributed to a foreign sales corporation. Effective for taxable years beginning on or after Jan. 1, 2001.

Intro. by Kerr, Dalton, Hartsell, Hoyle, Webster.

Ref. to Finance	GS 105
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