

March 28, 2005

**H 931. TAX FAIRNESS IN EDUCATION.** *TO ALLOW AN INDIVIDUAL INCOME TAX CREDIT FOR PART OF THE EXPENSE OF AVOIDED PUBLIC EDUCATION AND TO AUTHORIZE COUNTIES TO APPROPRIATE FUNDS FOR CHILDREN EDUCATED OTHER THAN IN PUBLIC SCHOOLS.* Enacts new GS 105-151.29 granting a tax credit of up to \$1,250 per child per semester to qualifying taxpayers whose dependent children are educated “other than in a public school” or at a public school for which tuition is charged. Sets taxable income eligibility limit at \$100,000 for married taxpayers filing jointly, \$80,000 for head of household filers, and \$60,000 for single filers. Provides for refund to taxpayer of any allowed credit that exceeds tax imposed. Amends GS 115C--429(b) to permit boards of county commissioners to appropriate up to \$500 per resident child per year for education in nonpublic schools and to pay these funds to the individual entitled to claim the child as a dependent. Effective July 1, 2006.

**Intro. by Stam.**

Ref. to Finance

GS 105, 115C, 153A