

April 17, 2007

H 1564. REPEAL ESTATE AND GIFT TAXES. Filed 4/17/07. *TO REPEAL THE ESTATE AND GIFT TAXES AND EXPAND THE SALES TAX BASE TO OFFSET THE LOSS IN REVENUE.*

Repeals Article 1A (Estate Taxes) of GS Chapter 105, effective January 1, 2009, with respect to estates of decedents dying on or after that date. Repeals Article 6 (Gift Taxes) of GS Chapter 105, effective January 1, 2009, with respect to gifts made on or after that date. Makes conforming amendments to GS 105-241.1(e).

Directs the Revenue Laws Study Committee and the State and Local Fiscal Modernization Study Commission to study the issue of applying sales and use tax to services. Requires the committee and the commission to make recommendations on expanding the sales and use tax base to offset lost revenue. Permits recommendations on further expanding the sales and use tax base and lowering tax rates to maintain revenue neutrality. Requires report to 2008 Regular Session of the 2007 General Assembly.

Intro. by Carney, Barnhart.

GS 105, STUDY