

March 15, 2007

H 863. RAILROAD INCENTIVES. Filed 3/15/07. *TO PROVIDE TAX INCENTIVES FOR THE CONSTRUCTION OF A RAILROAD INTERMODAL FACILITY.*

Enacts new Article 3K of GS Chapter 105 to provide a tax credit of 66% for a taxpayer's payments for the construction of an eligible railroad intermodal facility. To be eligible, the facility must cost more than \$30 million to construct. The credit is allowed against the taxpayer's income and franchise tax for the tax year and any excess may be carried forward for 30 years. The new credit is effective for debt incurred on or after January 1, 2007, and continues in effect until the 2038 tax year. Effective January 1, 2007, amends GS 105-164.13 and GS 105-164.14 to exempt from sales tax sales of cranes, trucks, and locomotives to owners of railroad intermodal facilities and to allow owners of railroad intermodal facilities a sales tax refund for materials and equipment that become a part of the facility. Makes conforming changes regarding reporting requirements.

Intro. by Saunders.

GS 105

July 2, 2007

H 863. RAILROAD INCENTIVES. Filed 3/15/07. House committee substitute makes the following changes to 1st edition. Amends the proposed tax credit by reducing the amount of the credit from 66% to 50% of construction or lease costs and reducing the carryforward period from 30 to 10 years.