

February 20, 2007

S 240. IRC UPDATE. Filed 2/20/07. *TO UPDATE THE REFERENCE TO THE INTERNAL REVENUE CODE USED IN DEFINING AND DETERMINING CERTAIN STATE TAX PROVISIONS.* Amends GS 105-228.90(b)(1b) by changing the reference to the Internal Revenue Code from that enacted as of January 1, 2006, to that enacted as of January 1, 2007. This change makes recent amendments to the Internal Revenue Code applicable to state law to the extent that it tracks federal tax law. Also provides that notwithstanding the date change, any amendments to the Internal Revenue Code made after January 1, 2006, that have the effect of increasing NC taxable income for the 2006 tax year are effective only for tax years beginning on or after January 1, 2007.

Intro. by Clodfelter.

GS 105