



NORTH CAROLINA GENERAL ASSEMBLY  
AMENDMENT  
Senate Bill 866\*

**TABLED**

S866-AMC X-62 [v.7]

AMENDMENT NO. 3  
(to be filled in by  
Principal Clerk)

Page 1 of 1

Comm. Sub. [YES]  
Amends Title [NO]  
Second Edition

Date June 28, 2012

Senator Blue

1 moves to amend the bill on page 16, lines 35-36, by inserting between the lines the following  
2 language to read:

3 **"FOCUS NET BUSINESS INCOME TAX DEDUCTION ON SMALL BUSINESSES**

4 **SECTION 7.1.(a)** G.S. 105-134.6(b)(22) reads as rewritten:

5 "(b) Deductions. – The following deductions from taxable income shall be made in  
6 calculating North Carolina taxable income, to the extent each item is included in taxable  
7 income:

8 ...  
9 (22) ~~An~~ For tax returns with North Carolina taxable income of not more than one  
10 hundred ten thousand dollars (\$110,000), an amount not to exceed fifty  
11 thousand dollars (\$50,000) of net business income the taxpayer receives  
12 during the taxable year. In the case of a married couple filing a joint return  
13 where both spouses receive or incur net business income, the maximum  
14 dollar amounts apply separately to each spouse's net business income, not to  
15 exceed a total of one hundred thousand dollars (\$100,000). For purposes of  
16 this subdivision, the term "business income" does not include income that is  
17 considered passive income under the Code."

18 **SECTION 7.1.(b)** There is appropriated from the General Fund to the Department  
19 of Public Instruction the sum of one hundred thirty-six million dollars (\$136,000,000) for the  
20 2012-2013 fiscal year to decrease the LEA Adjustment.""

SIGNED

Amendment Sponsor

SIGNED

Committee Chair if Senate Committee Amendment

ADOPTED \_\_\_\_\_

FAILED \_\_\_\_\_

TABLED

30-18-adj  
31-17

*Sarah Clapp*  
G.28.12



\* S B 6 6 - A M C X - 6 2 - V - 7 \*