

GENERAL ASSEMBLY OF NORTH CAROLINA

SESSION 1997

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SENATE BILL 1239

Finance Committee Substitute Adopted 6/4/98
Finance Committee Substitute #2 Adopted 9/2/98

Short Title: Exempt Family Farms/Family Businesses.

(Public)

Sponsors:

Referred to:

May 21, 1998

1 A BILL TO BE ENTITLED
2 AN ACT TO EXEMPT FAMILY FARMS AND FAMILY BUSINESSES FROM
3 INHERITANCE TAXES.

Whereas, the General Assembly recognizes the importance of family farms and family-owned businesses; and

Whereas, relief from State inheritance tax is already provided to surviving spouses; and

Whereas, the General Assembly finds that this relief should be extended to those who have worked hard to build up a family farm or family business and who wish to pass the fruits of their labors on to their families; Now, therefore,

4 The General Assembly of North Carolina enacts:

5 Section 1. G.S. 105-9 is amended by adding a new subdivision to read:

6 "(9) An amount equal to the deduction for family-owned business interests
7 that would be allowed under section 2057 of the Code if calculated
8 without regard to the maximum deduction limitation provided in section
9 2057(a)(2) of the Code."

10 Section 2. This act becomes effective January 1, 1999, and applies to the
11 estates of decedents dying on or after that date.