

NORTH CAROLINA GENERAL ASSEMBLY
1969 SESSION

CHAPTER 1120
SENATE BILL 749

1 AN ACT TO AMEND G.S. 105-144(b) RELATIVE TO CASH DIVIDENDS PAID BY
2 CORPORATION IN LIQUIDATION.

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4 The General Assembly of North Carolina do enact:

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6 **Section 1.** G.S. 105-144(b) is hereby amended by adding a new sentence at the end
7 thereof to read as follows:

8 "Cash dividends paid by a corporation prior to January 1, 1969, from earnings derived from
9 the sale of substantially all its assets under the provisions of Section 337 of the Internal
10 Revenue Code of 1954 shall be subject to the provision of Section 105-147(7) to the extent the
11 gain on such sale shall be taxable by the State of North Carolina. Provided, however, that this
12 Act shall not apply to pending litigation in a court of competent jurisdiction."

13 **Sec. 2.** All laws and clauses of laws in conflict with this Act are hereby repealed.

14 **Sec. 3.** This Act shall become effective upon ratification.

15 In the General Assembly read three times and ratified, this the 30th day of June,
16 1969.