April 25, 2001

H 1379. INCOME TAX THROWBACK RULE. *TO PROVIDE THAT IN APPORTIONING CORPORATE INCOME TO THIS STATE FOR TAX PURPOSES, SALES DELIVERED TO ANOTHER STATE WHERE THEY ARE NOT TAXABLE ARE TREATED AS SALES IN THIS STATE*. Amends GS 105-130.4(l), which defines the sales factor for purposes of apportionment of corporate income. Provides that sales of tangible personal property take place in NC if (1) property is received in NC by purchaser other than US government, or (2) property is shipped from NC and purchaser is either US government or a taxpayer not taxable in state of purchaser. Effective for tax years beginning on or after Jan. 1, 2002.

Intro. by Insko and Luebke.

Ref. to Finance	GS 105