

**GENERAL ASSEMBLY OF NORTH CAROLINA**  
**SESSION 2019**

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**HOUSE BILL 852**  
**Committee Substitute Favorable 8/28/19**

Short Title: Historic School Preservation Act.

(Public)

Sponsors:

Referred to:

April 18, 2019

A BILL TO BE ENTITLED  
AN ACT TO INCENTIVIZE THE REHABILITATION OF HISTORIC EDUCATIONAL  
BUILDINGS TO ALLOW THOSE BUILDINGS TO CONTINUE TO SERVE  
EDUCATIONAL PURPOSES.

The General Assembly of North Carolina enacts:

**SECTION 1.** G.S. 105-129.105 reads as rewritten:

"Article 3L.

"Historic Rehabilitation Tax Credits Investment Program.

**§ 105-129.105. Credit for rehabilitating income-producing historic structure.**

(a) Credit. – A taxpayer who is allowed a federal income tax credit under section 47 of the Code for making qualified rehabilitation expenditures for a certified historic structure located in this State is allowed a credit equal to the sum of the following:

(1) Base amount. – The percentage of qualified rehabilitation expenditures at the levels provided in the table below:

**Expenses**

**Over**

**Up To**

**Rate**

0

\$10 million

15.00%

\$10 million

\$20 million

10.00%

(2) Development tier bonus. – An amount equal to five percent (5%) of qualified rehabilitation expenditures not exceeding twenty million dollars (\$20,000,000) if the certified historic structure is located in a development tier one or two area.

(3) Targeted investment bonus. – An amount equal to five percent (5%) of qualified rehabilitation expenditures not exceeding twenty million dollars (\$20,000,000) if the certified historic structure is located on an eligible targeted investment site.

(4) Education bonus. – An amount equal to five percent (5%) of qualified rehabilitation expenditures not exceeding twenty million dollars (\$20,000,000) if the certified historic structure had an initial use for an educational purpose, is placed into service for an educational purpose following the rehabilitation, and remains used for an educational purpose for each year in which the credit, or a carryforward of the credit, is claimed. For a certified historic structure used for multiple purposes, the bonus provided in this subdivision shall be proportionate to the amount of the certified historic structure used for an educational purpose.

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1 (c) Definitions. – The following definitions apply in this section:

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(2a) Educational purpose. – Defined in G.S. 105-278.4.

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**SECTION 2.** This act is effective for taxable years beginning on or after January 1,

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2019.