

GENERAL ASSEMBLY OF NORTH CAROLINA  
SESSION 2025

**H.B. 711**  
**Apr 2, 2025**  
**HOUSE PRINCIPAL CLERK**

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HOUSE BILL DRH10337-NIF-106

Short Title: Recovery Support Via Revenue Stabilization. (Public)

Sponsors: Representative Lopez.

Referred to:

1 A BILL TO BE ENTITLED  
2 AN ACT TO REPEAL THE CORPORATE INCOME TAX PHASEOUT.

3 Whereas, North Carolina has been consistently ranked as one of the top states for  
4 business; and

5 Whereas, North Carolina fosters a pro-business environment, fueled by the lowest  
6 corporate income tax in the United States, out of all states that levy a corporate income tax; and

7 Whereas, North Carolina is still recovering from Hurricane Helene, one of the largest  
8 natural disasters in the State's history; and

9 Whereas, Hurricane Helene has left significant long-term impacts to western North  
10 Carolina; and

11 Whereas, it is the public policy of the General Assembly to ensure that North Carolina  
12 has the funds needed to support a full and complete recovery while remaining a low corporate  
13 income tax state; Now, therefore,

14 The General Assembly of North Carolina enacts:

15 SECTION 1. G.S. 105-130.3 reads as rewritten:

16 "§ 105-130.3. Corporations.

17 A tax is imposed on the State net income of every C Corporation doing business in this State.  
18 State at the rate of two and one-quarter percent (2.25%). An S Corporation is not subject to the  
19 tax levied in this section. ~~The tax is a percentage of the taxpayer's State net income computed as~~  
20 ~~follows:~~

21 Taxable Years Beginning	Tax
22 In 2025	2.25%
23 In 2026	2%
24 In 2028	1%
25 After 2029	0%."

26 SECTION 2. This act is effective for taxable years beginning on or after January 1,  
27 2026.



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