GENERAL ASSEMBLY OF NORTH CAROLINA SESSION 2025

S SENATE BILL 461

Short Title:	Modify Taxation of 1031 Exchanges. (Public)
Sponsors:	Senator Burgin (Primary Sponsor).
Referred to:	Rules and Operations of the Senate
	March 25, 2025
AN ACT TO	A BILL TO BE ENTITLED D MODIFY THE TAXATION OF CERTAIN AMOUNTS OF GAIN IN A 1031 NGE.
S	Assembly of North Carolina enacts: ECTION 1. G.S. 105-130.5(b) reads as rewritten: The following deductions from federal taxable income shall be made in determining
State net inc	
	Any amount included in federal taxable income as non-like-kind property received in an exchange under section 1031 of the Code to the extent it does not exceed the taxpayer's basis in the property sold." [FCTION 2. C.S. 105, 153, 5(b) reads as rewritten:
	SECTION 2. G.S. 105-153.5(b) reads as rewritten: Other Deductions. – In calculating North Carolina taxable income, a taxpayer may
deduct from the taxpayer's adjusted gross income any of the following items that are included in the taxpayer's adjusted gross income:	
(Any amount included in federal taxable income as non-like-kind property received in an exchange under section 1031 of the Code to the extent it does not exceed the taxpayer's basis in the property sold."

SECTION 3. This act is effective for taxable years beginning on or after January 1,

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2025.

