GENERAL ASSEMBLY OF NORTH CAROLINA SESSION 2025

FILED SENATE
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S.B. 461
PRINCIPAL CLERK

(Public)

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Short Title:

SENATE BILL DRS15201-MCf-167

Modify Taxation of 1031 Exchanges.

	Sponsors:	Senator Burgin (Primary Sponsor).
	Referred to:	
1		A BILL TO BE ENTITLED
2	AN ACT	TO MODIFY THE TAXATION OF CERTAIN AMOUNTS OF GAIN IN A 1031
3	EXCHANGE.	
4	The General Assembly of North Carolina enacts:	
5		SECTION 1. G.S. 105-130.5(b) reads as rewritten:
6	"(b)	The following deductions from federal taxable income shall be made in determining
7	State net income:	
8		
9		(33) Any amount included in federal taxable income as non-like-kind property
10		received in an exchange under section 1031 of the Code to the extent it does
11		not exceed the taxpayer's basis in the property sold."
12		SECTION 2. G.S. 105-153.5(b) reads as rewritten:
13	"(b)	Other Deductions. – In calculating North Carolina taxable income, a taxpayer may
14	deduct from the taxpayer's adjusted gross income any of the following items that are included in	
15	the taxpayer's adjusted gross income:	
16		
17		(17) Any amount included in federal taxable income as non-like-kind property
18		received in an exchange under section 1031 of the Code to the extent it does
19		not exceed the taxpayer's basis in the property sold."
20		SECTION 3. This act is effective for taxable years beginning on or after January 1,
21	2025.	

