

**GENERAL ASSEMBLY OF NORTH CAROLINA  
SESSION 2005**

**SESSION LAW 2006-19  
HOUSE BILL 1938**

**AN ACT TO TREAT COMMERCIAL LOGGING MACHINERY THE SAME AS  
FARM MACHINERY UNDER THE SALES TAX.**

The General Assembly of North Carolina enacts:

**SECTION 1.** G.S. 105-164.13 is amended by adding a new subdivision to read:

" ...

(4f) Sales of the following to a person who is engaged in the commercial logging business:

- a. Logging machinery. – Logging machinery is machinery used to harvest raw forest products for transport to first market.
- b. Attachments and repair parts for logging machinery.
- c. Lubricants applied to logging machinery.
- d. Fuel used to operate logging machinery.

" ..."

**SECTION 2.** Article 5F of Chapter 105 of the General Statutes is amended by adding a new section to read:

**"§ 105-187.53. Commercial logging items.**

This Article does not apply to an item that is exempt from sales and use tax under G.S. 105-164.13(4f)."

**SECTION 3.** This act does not affect the rights or liabilities of the State, a taxpayer, or another person arising under a statute amended by this act before the effective date of this act, nor does it affect the right to any refund of a tax that accrued under the amended statute before the effective date of its amendment.

**SECTION 4.** This act becomes effective July 1, 2006, and applies to items purchased on or after that date.

In the General Assembly read three times and ratified this the 14<sup>th</sup> day of June, 2006.

s/ Beverly E. Perdue  
President of the Senate

s/ James B. Black  
Speaker of the House of Representatives

s/ Michael F. Easley  
Governor

Approved 7:15 p.m. this 21<sup>st</sup> day of June, 2006