

**GENERAL ASSEMBLY OF NORTH CAROLINA
SESSION 2003**

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**HOUSE BILL 1149
Committee Substitute Favorable 6/27/03**

Short Title: No Sales Tax on Certain Free Publications.

(Public)

Sponsors:

Referred to:

April 10, 2003

A BILL TO BE ENTITLED

1 AN ACT TO EXEMPT CERTAIN FREE DISTRIBUTION PUBLICATIONS FROM
2 THE SALES TAX.
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4 The General Assembly of North Carolina enacts:

5 **SECTION 1.** G.S. 105-164.13(39) is reenacted and rewritten to read:

6 "(39) Sales of paper, ink, and other tangible personal property to commercial
7 printers and commercial publishers for use as ingredients or
8 component parts of free distribution periodicals and sales by printers
9 of free distribution periodicals to the publishers of these periodicals.
10 As used in this subdivision, the term 'free distribution periodical'
11 means a publication that is published on a periodic basis monthly or
12 more frequently, is provided without charge to the recipient, and is
13 distributed in any manner other than by mail."

14 **SECTION 2.** This act becomes effective July 1, 2004, and applies to sales
15 made on or after that date.