

**GENERAL ASSEMBLY OF NORTH CAROLINA  
SESSION 2005**

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**HOUSE DRH10228-RB-24 (4/13)**

Short Title: Sales Tax Exemption for Items Used in R&D. (Public)

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Sponsors: Representative Wainwright.

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Referred to:

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A BILL TO BE ENTITLED

AN ACT TO EXEMPT TANGIBLE PERSONAL PROPERTY USED IN RESEARCH  
AND DEVELOPMENT FROM SALES AND USE TAX.

The General Assembly of North Carolina enacts:

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

"(54) Sales of tangible personal property to an information technology  
company for use in generating qualified North Carolina research  
expenses. For purposes of this subdivision, the term 'qualified North  
Carolina research expenses' has the same meaning as defined in  
G.S. 105-129.50 and the term 'information technology company'  
means a company that engages in providing goods or services related  
to one or more of the following: electronic data processing,  
telecommunications, security devices, microprocessors, software,  
information processing, office systems, the Internet, consulting, or  
other services for the design or redesign of information technology  
supporting business processes."

**SECTION 2.** This act becomes effective January 1, 2006, and applies to  
sales made on or after that date.