

**GENERAL ASSEMBLY OF NORTH CAROLINA  
SESSION 2005**

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**SENATE BILL 1099**

Short Title: Sales Tax on R&D Equipment.

(Public)

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Sponsors: Senator Nesbitt.

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Referred to: Finance.

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March 24, 2005

A BILL TO BE ENTITLED

1 AN ACT TO REDUCE THE TAX ON SALES OF EQUIPMENT USED FOR  
2 RESEARCH AND DEVELOPMENT.  
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4 The General Assembly of North Carolina enacts:

5 **SECTION 1.** G.S. 105-164.3 is amended by adding a new subdivision to  
6 read:

7 "(33a) Research and development equipment. – Equipment used to perform  
8 qualified research as defined in section 41 of the Code."

9 **SECTION 2.** G.S. 105-164.13 is amended by adding a new subdivision to  
10 read:

11 "(54) Research and development equipment."

12 **SECTION 3.** G.S. 105-187.51(a) is amended by adding a new subdivision to  
13 read:

14 "(4) A taxpayer who purchases research and development equipment for  
15 storage, use, or consumption in this State."

16 **SECTION 4.** This act becomes effective for taxable years beginning on or  
17 after January 1, 2006.