

GENERAL ASSEMBLY OF NORTH CAROLINA  
SESSION 2007

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SENATE BILL 540\*  
Finance Committee Substitute Adopted 6/28/07  
Third Edition Engrossed 7/12/07

Short Title: Revenue Laws & Motor Fuels Tax Tech. Changes. (Public)

Sponsors:

Referred to:

March 7, 2007

1 A BILL TO BE ENTITLED  
2 AN ACT TO MAKE TECHNICAL, CLARIFYING, AND ADMINISTRATIVE  
3 CHANGES TO THE REVENUE LAWS, MOTOR FUELS TAX LAWS, AND  
4 RELATED STATUTES.

5 The General Assembly of North Carolina enacts:

6 **SECTION 1.** G.S. 53B-4(2) reads as rewritten:

7 "(2) Authorization under G.S. ~~105-251, 105-251.1, 105-251~~ or  
8 G.S. 105-258."

9 **SECTION 2.** G.S. 105-40(7a) reads as rewritten:

10 "(7a) All exhibitions, performances, and entertainments promoted and  
11 managed by 'a nonprofit arts organization.' ~~organization' that is exempt~~  
12 ~~from income tax under G.S. 105-130.11(a)(3).~~ This exemption does  
13 not apply to athletic events. A 'nonprofit arts organization' is an  
14 organization that meets both of the following requirements:

15 a. It is exempt from income tax under G.S. 105-130.11(a)(3).

16 b. Its primary purpose is to offer choral and theatrical  
17 performances."

18 **SECTION 3.(a)** G.S. 105-40(10) reads as rewritten:

19 "(10) Arts festivals held by a person that is exempt from income tax under  
20 Article 4 of this Chapter and that meets the following conditions:

21 a. The person holds no more than two arts festivals during a  
22 calendar year.

23 b. Each of the person's arts festivals last no more than seven  
24 consecutive days.

25 c. The arts festivals are held outdoors on public property and  
26 involve a variety of exhibitions, entertainments, and activities."

27 **SECTION 3.(b)** G.S. 105-40(11) reads as rewritten:

1           "(11) Community festivals held by a person who is exempt from income tax  
2           under Article 4 of this Chapter and that meets all of the following  
3           conditions:

- 4           a.       The person holds no more than one community festival during a  
5           calendar year.  
6           b.       The community festival lasts no more than seven consecutive  
7           days.  
8           c.       The community festival involves a variety of exhibitions,  
9           entertainments, and activities, the majority of which are held  
10          outdoors and are open to the public."

11           **SECTION 4.** G.S. 105-113.82(a) reads as rewritten:

12           "(a) Amount, Method. – The Secretary shall distribute annually the following  
13           percentages of the net amount of excise taxes collected on the sale of malt beverages  
14           and wine during the preceding 12-month period ending March 31, ~~less the amount of~~  
15           ~~the net proceeds credited to the Department of Commerce under G.S. 105-113.81A, 31~~  
16           to the counties and cities in which the retail sale of these beverages is authorized in the  
17           entire county or city:

- 18           (1)       Of the tax on malt beverages levied under G.S. 105-113.80(a),  
19           twenty-three and three-fourths percent (23<sup>3</sup>/<sub>4</sub>%);  
20           (2)       Of the tax on unfortified wine levied under G.S. 105-113.80(b),  
21           sixty-two percent (62%); and  
22           (3)       Of the tax on fortified wine levied under G.S. 105-113.80(b),  
23           twenty-two percent (22%).

24           For purposes of this subsection, 'net amount' means gross collections less refunds and  
25           amounts credited to the Department of Commerce under G.S. 105-113.81A. If malt  
26           beverages, unfortified wine, or fortified wine may be licensed to be sold at retail in both  
27           a county and a city located in the county, both the county and city shall receive a portion  
28           of the amount distributed, that portion to be determined on the basis of population. If  
29           one of these beverages may be licensed to be sold at retail in a city located in a county  
30           in which the sale of the beverage is otherwise prohibited, only the city shall receive a  
31           portion of the amount distributed, that portion to be determined on the basis of  
32           population. The amounts distributed under subdivisions (1), (2), and (3) shall be  
33           computed separately."

34           **SECTION 5.** G.S. 105-129.16E(b) reads as rewritten:

35           "(b) Allocation. – If the taxpayer is an individual who is a nonresident or a  
36           part-year resident, the taxpayer must reduce the amount of the credit by multiplying it  
37           by the fraction calculated under G.S. 105-134.5(b) or (c), as appropriate. If the taxpayer  
38           is not an individual and is required to apportion its multistate business income to this  
39           State, the taxpayer must reduce the amount of the credit by multiplying it by the  
40           apportionment fraction used to apportion its ~~business~~ apportionable income to this  
41           State."

42           **SECTION 6.** G.S. 105-129.87(b) reads as rewritten:

43           "(b) Threshold. – The applicable threshold is the appropriate amount set out in the  
44           following table based on the development tier designation of the county where the new

1 jobs are created during the taxable year. If the taxpayer creates new jobs at more than  
 2 one eligible establishment in a county during the taxable year, the threshold applies to  
 3 the aggregate number of new jobs created at all eligible establishments within the  
 4 county during that year. If the taxpayer creates new jobs at eligible establishments in  
 5 different counties during the taxable year, the threshold applies separately to the  
 6 aggregate number of new jobs created at eligible establishments in each county. If the  
 7 taxpayer creates new jobs in an urban progress zone or an agrarian growth zone, the  
 8 applicable threshold is the one for a development tier one area. New jobs created in an  
 9 urban progress zone or an agrarian growth zone are not aggregated with jobs created at  
 10 any other eligible establishments regardless of county.

Area Development Tier	Threshold
Tier One	5
Tier Two	10
Tier Three	15"

15 **SECTION 7.** G.S. 105-129.88(c) reads as rewritten:

16 "(c) Threshold. – The applicable threshold is the appropriate amount set out in the  
 17 following table based on the development tier where the eligible business property is  
 18 placed in service during the taxable year. If the taxpayer places business property in  
 19 service in an urban progress zone or an agrarian growth zone, the applicable threshold is  
 20 the one for a development tier one area. Business property placed in service in an urban  
 21 progress zone or an agrarian growth zone is not aggregated with business property  
 22 placed in service at any other eligible establishments regardless of county. If the  
 23 taxpayer places eligible business property in service at more than one establishment in a  
 24 county during the taxable year, the threshold applies to the aggregate amount of eligible  
 25 business property placed in service during the taxable year at all establishments in the  
 26 county. If the taxpayer places eligible business property in service at establishments in  
 27 different counties, the threshold applies separately to the aggregate amount of eligible  
 28 business property placed in service in each county. If the taxpayer places eligible  
 29 ~~machinery and equipment~~ business property in service at an establishment over the  
 30 course of a two-year period, the applicable threshold for the second taxable year is  
 31 reduced by the eligible investment amount for the previous taxable year.

Area Development Tier	Threshold
Tier One	\$ -0-
Tier Two	1,000,000
Tier Three	2,000,000"

36 **SECTION 8.** G.S. 105-129.88(e) reads as rewritten:

37 "(e) Transferred Property. – If, in one of the four years in which the installment of  
 38 a credit accrues, the business property with respect to which the credit was claimed is  
 39 moved to a county in a higher-numbered development tier or ~~to~~ out of an urban progress  
 40 zone or an agrarian growth zone, the remaining installments of the credit are allowed  
 41 only to the extent they would have been allowed if the business property had been  
 42 placed in service initially in the area to which it was moved. If, in one of the four years  
 43 in which the installment of a credit accrues, the business property with respect to which  
 44 a credit was claimed is moved to a county in a lower-numbered development tier or an

1 urban progress zone or an agrarian growth zone, the remaining installments of the credit  
2 shall be calculated as if the business property had been placed in service initially in the  
3 area to which it was moved."

4 **SECTION 9.(a)** G.S. 105-130.48(e) reads as rewritten:

5 "(e) Documentation of Credit. – ~~To~~Upon request, to support the credit allowed by  
6 this section, the taxpayer must file with its income tax return, for the taxable year in  
7 which the credit is claimed, a certification by the Department of Environment and  
8 Natural Resources stating the number of bushels of oyster shells donated by the  
9 taxpayer."

10 **SECTION 9.(b)** G.S. 105-151.30(d) reads as rewritten:

11 "(d) Documentation of Credit. – ~~To~~Upon request, to support the credit allowed by  
12 this section, the taxpayer must file with its income tax return, for the taxable year in  
13 which the credit is claimed, a certification by the Department of Environment and  
14 Natural Resources stating the number of bushels of oyster shells donated by the  
15 taxpayer."

16 **SECTION 10.** G.S. 105-164.13(52) reads as rewritten:

17 "(52) Items subject to sales and use tax under G.S. 105-164.4, other than  
18 ~~electricity and~~electricity, telecommunications service, and ancillary  
19 service as defined in G.S. 105-164.4, if all of the following conditions  
20 are met:

21 ~~(a)~~a. The items are purchased by a State agency for its own use and  
22 in accordance with G.S. 105-164.29A.

23 ~~(b)~~b. The items are purchased pursuant to a valid purchase order  
24 issued by the State agency that contains the exemption number  
25 of the agency and a description of the property purchased, or  
26 the items purchased are paid for with a State-issued check,  
27 electronic deposit, credit card, procurement card, or credit  
28 account of the State agency.

29 ~~(c)~~c. For all purchases other than by an agency-issued purchase  
30 order, the agency must provide to or have on file with the  
31 retailer the agency's exemption number."

32 **SECTION 11.** G.S. 105-164.16(b1) reads as rewritten:

33 "(b1) Monthly. – A taxpayer who is consistently liable for ~~more than~~at least one  
34 hundred dollars (\$100.00) but less than ten thousand dollars (\$10,000) a month in State  
35 and local sales and use taxes must file a return and pay the taxes due on a monthly basis.  
36 A monthly return is due by the 20th day of the month following the calendar month  
37 covered by the return."

38 **SECTION 12.** G.S. 105-164.16(d) reads as rewritten:

39 "(d) Use Tax on Out-of-State Purchases. – Use tax payable by an individual who  
40 purchases tangible personal ~~property~~property, excluding purchases of boats and aircraft,  
41 outside the State for a nonbusiness purpose is due on an annual basis. For an individual  
42 who is not required to file an individual income tax return under Part 2 of Article 4 of  
43 this Chapter, the annual reporting period ends on the last day of the calendar year and a  
44 use tax return is due by the following April 15. For an individual who is required to file

1 an individual income tax return, the annual reporting period ends on the last day of the  
2 individual's income tax year, and the use tax must be paid on the income tax return as  
3 provided in G.S. 105-269.14."

4 **SECTION 13.(a)** G.S. 105-187.51B reads as rewritten:

5 "**§ 105-187.51B. Tax imposed on certain recyclers and research and development**  
6 **companies.**

7 (a) Tax. – A privilege tax is imposed on the following:

8 (1) A major recycling facility that purchases any of the following tangible  
9 personal property for use in connection with the facility:

- 10 a. Cranes, structural steel crane support systems, and foundations  
11 related to the cranes and support systems.  
12 b. Port and dock facilities.  
13 c. Rail equipment.  
14 d. Material handling equipment.

15 (2) A research and development company in the physical, engineering,  
16 and life sciences that is included in industry 54171 of NAICS and that  
17 purchases equipment or an attachment or repair part for equipment that  
18 meets all of the following requirements:

- 19 a. Is capitalized by the company for tax purposes under the Code.  
20 b. Is used by the company in the research and development of  
21 tangible personal property.  
22 c. Would be considered mill machinery or mill machinery parts or  
23 accessories under G.S. 105-187.51 if it were purchased by a  
24 manufacturing industry or plant and used in the research and  
25 development of tangible personal property manufactured by the  
26 industry or plant.

27 (b) Rate. – The tax is one percent (1%) of the sales price of the equipment or  
28 other tangible personal property. The maximum tax is eighty dollars (\$80.00) per  
29 article."

30 **SECTION 13.(b)** This section becomes effective July 1, 2007.

31 **SECTION 14.** G.S. 105-187.52 reads as rewritten:

32 "**§ 105-187.52. Administration.**

33 (a) Administration. – The privilege taxes imposed by this Article are in addition  
34 to the State use tax. Except as otherwise provided in this Article, the collection and  
35 administration of these taxes is the same as the State use tax imposed by Article 5 of  
36 this Chapter.

37 (b) Credit. – A credit is allowed against the tax imposed by this Article for the  
38 amount of a sales or use tax, privilege or excise tax, or substantially equivalent tax paid  
39 to another state. The credit allowed by this subsection does not apply to tax paid to  
40 another state that does not grant a similar credit for the privilege tax paid in North  
41 Carolina.

42 (c) Exemption. – State agencies are exempted from the privilege taxes imposed  
43 by this Article."

44 **SECTION 15.** G.S. 105-258(a) reads as rewritten:

1       "(a) Secretary May Examine Data and Summon Persons. The Secretary of  
2 Revenue, for the purpose of ascertaining the correctness of any return, making a return  
3 where none has been made, or determining the liability of any person for ~~any tax~~  
4 ~~imposed by this Subchapter, a tax,~~ or collecting any such tax, shall have the power to  
5 examine, personally, or by an agent designated by him, any books, papers, records, or  
6 other data which may be relevant or material to such inquiry, and the Secretary may  
7 summon the person liable for the tax or required to perform the act, or any officer or  
8 employee of such person, or any person having possession, custody, care or control of  
9 books of account containing entries relevant or material to the income and expenditures  
10 of the person liable for the tax or required to perform the act, or any other person having  
11 knowledge in the premises, to appear before the Secretary, or his agent, at a time and  
12 place named in the summons, and to produce such books, papers, records or other data,  
13 and to give such testimony under oath as may be relevant or material to such inquiry,  
14 and the Secretary or his agent may administer oaths to such person or persons. If any  
15 person so summoned refuses to obey such summons or to give testimony when  
16 summoned, the Secretary may apply to the Superior Court of Wake County for an order  
17 requiring such person or persons to comply with the summons of the Secretary, and the  
18 failure to comply with such court order shall be punished as for contempt."

19               **SECTION 16.(a)** G.S. 105-449.52 reads as rewritten:

20       "**§ 105-449.52. Civil penalties applicable to motor carriers.**

21       (a) Penalty. – A motor carrier who does any of the following is subject to a civil  
22 penalty:

- 23               (1) Operates in this State or causes to be operated in this State a motor  
24 vehicle that either fails to carry the registration card required by this  
25 Article or fails to display an identification marker in accordance with  
26 this Article. The amount of the penalty is one hundred dollars  
27 (\$100.00).
- 28               (2) Is unable to account for identification markers the Secretary issues the  
29 motor carrier, as required by G.S. 105-449.47. The amount of the  
30 penalty is one hundred dollars (\$100.00) for each identification marker  
31 the carrier is unable to account for.
- 32               (3) Displays an identification marker on a motor vehicle operated by a  
33 motor carrier that was not issued to the carrier by the Secretary under  
34 G.S. 105-449.47. The amount of the penalty is one thousand dollars  
35 (\$1,000) for each identification marker unlawfully obtained. Both the  
36 licensed motor carrier to whom the Secretary issued the identification  
37 marker and the motor carrier displaying the unlawfully obtained  
38 identification marker are jointly and severally liable for the penalty  
39 under this subdivision.

40               A

41       (a1) Payment. – A penalty imposed under this section is payable to the  
42 ~~Department of Revenue, the Department of Crime Control and Public Safety, or the~~  
43 ~~Division of Motor Vehicles.~~ agency that assessed the penalty. When a motor vehicle is  
44 found to be operating without a registration card or an identification marker or with an

1 identification marker the Secretary did not issue for the vehicle, the motor vehicle may  
2 not be driven for a purpose other than to park the motor vehicle until the penalty  
3 imposed under this section is paid unless the officer that imposes the penalty determines  
4 that operation of the motor vehicle will not jeopardize collection of the penalty.

5 (b) Hearing. – The procedure set out in G.S. 105-449.119 for protesting a penalty  
6 imposed under Article 36C, Part 6, of this Chapter applies to a penalty imposed under  
7 this section."

8 **SECTION 16.(b)** G.S. 105-449.115(f) reads as rewritten:

9 "(f) Sanctions Against Transporter. – The following acts are grounds for a civil  
10 ~~penalty payable to the Department of Crime Control and Public Safety or the~~  
11 ~~Department of Revenue:penalty:~~

12 (1) Transporting motor fuel in a railroad tank car or transport truck  
13 without a shipping document or with a false or an incomplete shipping  
14 document.

15 (2) Delivering motor fuel to a destination state other than that shown on  
16 the shipping document.

17 The penalty ~~imposed under this subsection~~ is payable to the agency that assessed the  
18 penalty and is payable by the person in whose name the conveyance is registered, if the  
19 conveyance is a transport truck, and is payable by the person responsible for the  
20 movement of motor fuel in the conveyance, if the conveyance is a railroad tank car. The  
21 amount of the penalty is five thousand dollars (\$5,000). A penalty imposed under this  
22 subsection is in addition to any motor fuel tax assessed."

23 **SECTION 16.(c)** G.S. 105-449.115A(c) reads as rewritten:

24 "(c) Sanctions. – Transporting motor fuel in a tank wagon without an invoice, bill  
25 of sale, or shipping document containing the information required by this section is  
26 grounds for a civil ~~penalty payable to the Department of Crime Control and Public~~  
27 ~~Safety or the Department of Revenue:penalty.~~ The penalty ~~imposed under this~~  
28 ~~subsection~~ is payable to the agency that assessed the penalty and is payable by the  
29 person in whose name the tank wagon is registered. The amount of the penalty is one  
30 thousand dollars (\$1,000). A penalty imposed under this subsection is in addition to any  
31 motor fuel tax assessed."

32 **SECTION 16.(d)** G.S. 105-449.117(b) reads as rewritten:

33 "(b) Civil Penalty. – The civil penalty is payable to the ~~Department of~~  
34 ~~Transportation, Division of Motor Vehicles, or the Department of Revenue~~ agency that  
35 assessed the penalty and is payable by the person in whose name the highway vehicle is  
36 registered. The amount of the penalty depends on the amount of fuel in the supply tank  
37 of the highway vehicle. The penalty is the greater of one thousand dollars (\$1,000) or  
38 five times the amount of motor fuel tax payable on the fuel in the supply tank. A penalty  
39 imposed under this section is in addition to any motor fuel tax assessed."

40 **SECTION 16.(e)** G.S. 105-449.118 reads as rewritten:

41 **"§ 105-449.118. Civil penalty for buying or selling non-tax-paid motor fuel.**

42 A person who dispenses non-tax-paid motor fuel into the supply tank of a highway  
43 vehicle or who allows non-tax-paid motor fuel to be dispensed into the supply tank of a

1 highway vehicle is subject to a civil penalty of two hundred fifty dollars (\$250.00) per  
2 occurrence.

3 The penalty is payable to the ~~Department of Transportation, Division of Motor~~  
4 ~~Vehicles, or the Department of Revenue.~~ agency that assessed the penalty. Failure to  
5 pay a penalty imposed under this section is grounds under G.S. 20-88.01(b) to withhold  
6 or revoke the registration plate of the motor vehicle into which the motor fuel was  
7 dispensed."

8 **SECTION 16.(f)** G.S. 105-449.118A reads as rewritten:

9 "**§ 105-449.118A. Civil penalty for refusing to allow the taking of a motor fuel**  
10 **sample.**

11 A person who refuses to allow the taking of a motor fuel sample is subject to a civil  
12 penalty of one thousand dollars (\$1,000). The penalty is payable to the ~~Department of~~  
13 ~~Transportation, Division of Motor Vehicles, or the Department of Revenue.~~ agency that  
14 assessed the penalty. If the refusal is for a sample to be taken from a vehicle, the penalty  
15 is payable by the person in whose name the vehicle is registered. If the refusal is for a  
16 sample to be taken from any other storage tank or container, the penalty is payable by  
17 the owner of the container."

18 **SECTION 17.(a)** G.S. 105-449.72(a) reads as rewritten:

19 "(a) Initial Bond. – An applicant for a license as a refiner, a terminal operator, a  
20 supplier, an importer, a blender, a permissive supplier, or a distributor must file with the  
21 Secretary a bond or an irrevocable letter of credit. A bond or an irrevocable letter of  
22 credit must be conditioned upon compliance with the requirements of this Article, be  
23 payable to the State, and be in the form required by the Secretary. The amount of the  
24 bond or irrevocable letter of credit is determined as follows:

25 (1) For an applicant for a license as any of the following, the amount is  
26 two million dollars (\$2,000,000):

- 27 a. A refiner.  
28 b. A terminal operator.  
29 c. A supplier that is a position holder or a person that receives  
30 motor fuel pursuant to a two-party exchange.  
31 d. A bonded importer.  
32 e. A permissive supplier.

33 (2) For an applicant for a license as any of the following, the amount is  
34 two times the applicant's average expected monthly tax liability under  
35 this Article, as determined by the Secretary. The amount may not be  
36 less than two thousand dollars (\$2,000) and may not be more than five  
37 hundred thousand dollars (\$500,000):

- 38 a. ~~A supplier that is a fuel alcohol provider or a biodiesel provider~~  
39 ~~but is neither a position holder nor a person that receives motor~~  
40 ~~fuel pursuant to a two-party exchange.~~  
41 b. An occasional importer.  
42 c. A tank wagon importer.  
43 d. A distributor.



1 e. Repealed by Session Laws 1997-60, s. 5, effective October 5,  
2 1997.

3 (3) For an applicant for a license ~~as a blender,~~ as any of the following, a  
4 bond is required only if the applicant's average expected annual tax  
5 liability under this Article, as determined by the Secretary, is at least  
6 two thousand dollars (\$2,000). When a bond is required, the bond  
7 amount is the same as under subdivision (2) of this subsection.

8 a. A blender.

9 b. A supplier that is a fuel alcohol provider or a biodiesel provider  
10 but is neither a position holder nor a person that receives motor  
11 fuel pursuant to a two-party exchange."

12 **SECTION 17.(b)** This section becomes effective October 1, 2007.

13 **SECTION 18.(a)** G.S. 105-449.115(g) reads as rewritten:

14 "(g) Penalty Defense. – Compliance with the conditions set out in this subsection  
15 is a defense to a civil penalty imposed under subsection (f) of this section as a result of  
16 the delivery of fuel to a state other than the destination state printed on the shipping  
17 document for the fuel. The Secretary must waive a penalty imposed against a person  
18 under that subsection if the person establishes a defense under this subsection. The  
19 conditions for the defense are:

20 (1) The person notified the Secretary of the diversion ~~within seven days~~  
21 ~~after the diversion occurred~~ and received a confirmation number for  
22 the ~~diversion.~~ diversion before the imposition of the penalty.

23 (2) Tax was timely paid on the diverted ~~fuel.~~ fuel, unless the person is a  
24 motor fuel transporter."

25 **SECTION 18.(b)** This section is effective when it becomes law and applies  
26 to penalties assessed on or after that date and to refund requests that have not been  
27 finally determined as of that date.

28 **SECTION 19.** G.S. 115D-31.3(j) reads as rewritten:

29 "(j) Use of funds in low-wealth counties. – Funds retained by colleges or  
30 distributed to colleges pursuant to this section may be used to supplement local funding  
31 for maintenance of plant if the college does not receive maintenance of plant funds  
32 pursuant to G.S. 115D-31.2, and if the county in which the main campus of the  
33 community college is ~~located~~ located meets all of the following:

34 (1) Is designated as a Tier 1 or Tier 2 county in accordance  
35 with ~~G.S. 105-129.3;~~ G.S. 143B-437.08.

36 (2) Had an unemployment rate of at least two percent (2%) above the  
37 State average or greater than seven percent (7%), whichever is higher,  
38 in the prior calendar ~~year;~~ and year.

39 (3) Is a county whose wealth, as calculated under the formula for  
40 distributing supplemental funding for schools in low-wealth counties,  
41 is eighty percent (80%) or less of the State average.

42 Funds may be used for this purpose only after all local funds appropriated for  
43 maintenance of plant have been expended."

44 **SECTION 20.** G.S. 119-17 is repealed.

1           **SECTION 21.(a)** Subsection (a) of Section 12 of Part V of Chapter 908 of  
2 the 1983 Session Laws reads as rewritten:

3           "(a) Any tax levied under this Part is due and payable to the county in monthly  
4 installments on or before the ~~15th~~20th day of the month following the month in which  
5 the tax accrues. Every person, firm, corporation, or association liable for the tax shall,  
6 on or before the ~~15th~~20th day of each month, prepare and render a return on a form  
7 prescribed by the county. The return shall state the total gross receipts derived in the  
8 preceding month from rentals upon which the tax is levied."

9           **SECTION 21.(b)** Section 39 of Part IX of Chapter 908 of the 1983 Session  
10 Laws reads as rewritten:

11           "**Sec. 39.** Every owner of a business subject to the tax levied by this Part shall, on  
12 and after the first day of the calendar month set by the governing body in the resolution  
13 levying the tax, collect the occupancy tax provided by this Part. This tax shall be  
14 collected as part of the charge for the furnishing of any taxable accommodations. The  
15 tax shall be stated and charged separately from the sales records, and shall be paid by  
16 the purchaser to the owner of the business as trustee for and on account of the city. The  
17 occupancy tax levied under this Part shall be added to the sales price and shall be passed  
18 on to the purchaser instead of being borne by the owner of the business. The city tax  
19 collector shall design, print, and furnish to all appropriate businesses in the city the  
20 necessary forms for filing returns and instructions to ensure the full collection of the tax.  
21 Every person liable for the tax imposed pursuant to this Part shall, on or before the ~~15th~~  
22 20th day of each month, prepare and submit a return on the prescribed form stating the  
23 total gross receipts derived during the preceding month from rentals upon which the tax  
24 is levied. The tax shall be due and payable to the tax collector on a monthly basis.

25           Any person who fails or refuses to file the return required by this Part shall pay a  
26 penalty of ten dollars (\$10.00) for each day's omission. In addition, any person who  
27 refuses to file the return or pay the tax for a period of 30 days after the time required for  
28 filing the return or for paying the tax shall pay a penalty of five percent (5%) of the tax  
29 due. An additional penalty of five percent (5%) shall be imposed for each additional  
30 month or fraction thereof in which the occupancy tax is not paid.

31           Any person who willfully attempts in any manner to evade the occupancy tax or who  
32 willfully fails to pay the tax or make and file the required return, shall, in addition to all  
33 other penalties provided by law, be guilty of a misdemeanor and be punishable by a fine  
34 not to exceed one thousand dollars (\$1,000), imprisonment not to exceed six months, or  
35 both."

36           **SECTION 21.(c)** Subsection (a) of Section 26 of Part VII of Chapter 908 of  
37 the 1983 Session Laws reads as rewritten:

38           "(a) Any tax levied under this Part is due and payable to the county in monthly  
39 installments on or before the ~~15th~~20th day of the month following the month in which  
40 the tax accrues. Every person, firm, corporation, or association liable for the tax shall,  
41 on or before the ~~15th~~20th day of each month, prepare and render a return on a form  
42 prescribed by the county. The return shall state the total gross receipts derived in the  
43 preceding month from rentals upon which the tax is levied."

1           **SECTION 21.(d)** Subsection (a) of Section 4 of Chapter 988 of the 1983  
2 Session Laws reads as rewritten:

3           "(a) Any tax levied under this act is due and payable to the county in monthly  
4 installments on or before the ~~15th-20th~~ day of the month following the month in which  
5 the tax accrues. Every person, firm, corporation, or association liable for the tax shall,  
6 on or before the ~~15th-20th~~ day of each month, prepare and render a return on a form  
7 prescribed by the county. The return shall state the total gross receipts derived in the  
8 preceding month from rentals upon which the tax is levied."

9           **SECTION 21.(e)** Subsection (a) of Section 3 of Chapter 1055 of the 1983  
10 Session Laws reads as rewritten:

11           "(a) Any tax levied under this act is due and payable to the county in monthly  
12 installments on or before the ~~15th-20th~~ day of the month following the month in which  
13 the tax accrues. Every person, firm, corporation, or association liable for the tax shall,  
14 on or before the ~~15th-20th~~ day of each month, prepare and render a return on a form  
15 prescribed by the county. The return shall state the total gross receipts derived in the  
16 preceding month from rentals upon which the tax is levied."

17           **SECTION 21.(f)** Section 10 of Part IV of Chapter 570 of the 1985 Session  
18 Laws reads as rewritten:

19           "**Sec. 10.** Every owner of a business subject to the tax levied by this Part shall, on  
20 and after the first day of the calendar month set by the governing body in the resolution  
21 levying the tax, collect the occupancy tax provided by this Part. This tax shall be  
22 collected as part of the charge for the furnishing of any taxable accommodations. The  
23 tax shall be stated and charged separately from the sales records, and shall be paid by  
24 the purchaser to the owner of the business as trustee for and on account of the city. The  
25 occupancy tax levied under this Part shall be added to the sales price and shall be passed  
26 on to the purchaser instead of being borne by the owner of the business. The city tax  
27 collector shall design, print, and furnish to all appropriate businesses in the city the  
28 necessary forms for filing returns and instructions to ensure the full collection of the tax.  
29 Every person liable for the tax imposed pursuant to this Part shall, on or before the ~~15th~~  
30 20th day of each month, prepare and submit a return on the prescribed form stating the  
31 total gross receipts derived during the preceding month from rentals upon which the tax  
32 is levied. The tax shall be due and payable to the tax collector on a monthly basis.

33           Any person who fails or refuses to file the return required by this Part shall pay a  
34 penalty of ten dollars (\$10.00) for each day's omission. In addition, any person who  
35 refuses to file the return or pay the tax for a period of 30 days after the time required for  
36 filing the return or for paying the tax shall pay a penalty of five percent (5%) of the tax  
37 due. An additional penalty of five percent (5%) shall be imposed for each additional  
38 month or fraction thereof in which the occupancy tax is not paid.

39           Any person who willfully attempts in any manner to evade the occupancy tax or who  
40 willfully fails to pay the tax or make and file the required return, shall, in addition to all  
41 other penalties provided by law, be guilty of a misdemeanor and be punishable by a fine  
42 not to exceed one thousand dollars (\$1,000), imprisonment not to exceed six months, or  
43 both."

1           **SECTION 21.(g)** Subsection (a) of Section 4 of Chapter 857 of the 1985  
2 Session Laws reads as rewritten:

3           "(a) Any tax levied under this act is due and payable to the county in monthly  
4 installments on or before the ~~15th-20th~~ day of the month following the month in which  
5 the tax accrues. Every person, firm, corporation, or association liable for the tax shall,  
6 on or before the ~~15th-20th~~ day of each month, prepare and render a return on a form  
7 prescribed by Onslow County. The return shall state the total gross receipts derived in  
8 the preceding month from rentals upon which the tax is levied."

9           **SECTION 21.(h)** Subsection (c) of Section 1 of Chapter 892 of the 1985  
10 Session Laws, as amended by Chapter 154 of the 1991 Session Laws, reads as rewritten:

11           "(c) Administration. The county shall administer a tax levied under this act. A tax  
12 levied under this act is due and payable to the county finance officer in monthly  
13 installments on or before the ~~15th-20th~~ day of the month following the month in which  
14 the tax accrues. Every person, firm, corporation, or association liable for the tax shall,  
15 on or before the ~~15th-20th~~ day of each month, prepare and render a return on a form  
16 prescribed by the county. The return shall state the total gross receipts derived in the  
17 preceding month from rentals upon which the tax is levied.

18           A return filed with the county finance officer under this act is not a public record as  
19 defined by G.S. 132-1 and may not be disclosed except as required by law."

20           **SECTION 21.(j)** Subsection (a) of Section 4 of Chapter 929 of the 1985  
21 Session Laws as amended by S.L.1985-929 reads as rewritten:

22           "(a) Any tax levied under this act is due and payable to the levying jurisdiction in  
23 monthly installments on or before the ~~25th-20th~~ day of the month following the month  
24 in which the tax accrues. Every person, firm, corporation, or association liable for the  
25 tax shall, on or before the ~~25th-20th~~ day of each month, prepare and render a return on a  
26 form prescribed by the taxing city. The return shall state the total gross receipts derived  
27 in the preceding month from rentals upon which the tax is levied. A return filed under  
28 this section is not a public record as defined by G.S. 132-1 and may not be disclosed  
29 except as required by law."

30           **SECTION 21.(k)** Subsection (c) of Section 1 of Chapter 969 of the 1985  
31 Session Laws reads as rewritten:

32           "(c) Administration. The county shall administer a tax levied under this act. A tax  
33 levied under this act is due and payable to the county finance officer in monthly  
34 installments on or before the ~~15th-20th~~ day of the month following the month in which  
35 the tax accrues. Every person, firm, corporation, or association liable for the tax shall,  
36 on or before the ~~15th-20th~~ day of each month, prepare and render a return on a form  
37 prescribed by the county. The return shall state the total gross receipts derived in the  
38 preceding month from rentals upon which the tax is levied.

39           A return filed with the county finance officer under this act is not a public record as  
40 defined by G.S. 132-1 and may not be disclosed except as required by law."

41           **SECTION 21.(l)** Subsection (c) of Section 1 of Chapter 140 of the 1987  
42 Session Laws reads as rewritten:

43           "(c) Administration. The county shall administer the tax levied under this act. The  
44 tax shall be due and payable to the county in monthly installments on or before the ~~15th~~

1 20th day of the month following the month in which the tax is collected. Every person,  
2 firm, corporation, or association liable for the tax shall, on or before the ~~15th-20th~~ day  
3 of each month, prepare and submit a return on a form prescribed by the county. The  
4 return shall state the total gross receipts derived in the preceding month from rentals  
5 subject to the tax. A return filed with the county finance officer under this act is not a  
6 public record as defined by G.S. 132-1 and may not be disclosed except as required by  
7 law."

8           **SECTION 21.(m)** Subsection (c) of Section 1 of Chapter 141 of the 1987  
9 Session Laws reads as rewritten:

10       "(c) Administration. The county shall administer a tax levied under this section. A  
11 tax levied under this section is due and payable to the county finance officer in monthly  
12 installments on or before the ~~15th-20th~~ day of the month following the month in which  
13 the tax accrues. Every person, firm, corporation, or association liable for the tax shall,  
14 on or before the ~~15th-20th~~ day of each month, prepare and render a return on a form  
15 prescribed by the county. The return shall state the total gross receipts derived in the  
16 preceding month from rentals upon which the tax is levied.

17       A return filed with the county finance officer under this section is not a public record  
18 as defined by G.S. 132-1 and may not be disclosed except as required by law."

19           **SECTION 21.(n)** Subsection (c) of Section 1 of Chapter 143 of the 1987  
20 Session Laws reads as rewritten:

21       "(c) Administration. The county shall administer a tax levied under this section. A  
22 tax levied under this section is due and payable to the county finance officer in monthly  
23 installments on or before the ~~15th-20th~~ day of the month following the month in which  
24 the tax accrues. Every person, firm, corporation, or association liable for the tax shall,  
25 on or before the ~~15th-20th~~ day of each month, prepare and render a return on a form  
26 prescribed by the county. The return shall state the total gross receipts derived in the  
27 preceding month from rentals upon which the tax is levied.

28       A return filed with the county finance officer under this section is not a public record  
29 as defined by G.S. 132-1 and may not be disclosed except as required by law."

30           **SECTION 21.(o)** Subsection (c) of Section 1 of Chapter 170 of the 1987  
31 Session Laws reads as rewritten:

32       "(c) Administration. The town shall administer a tax levied under this section. A  
33 tax levied under this section is due and payable to the town finance officer in monthly  
34 installments on or before the ~~15th-20th~~ day of the month following the month in which  
35 the tax accrues. Every person, firm, corporation, or association liable for the tax shall,  
36 on or before the ~~15th-20th~~ day of each month, prepare and render a return on a form  
37 prescribed by the town. The return shall state the total gross receipts derived in the  
38 preceding month from rentals upon which the tax is levied.

39       A return filed with the town finance officer under this section is not a public record  
40 as defined by G.S. 132-1 and may not be disclosed except as required by law."

41           **SECTION 21.(p)** Subsection (c) of Section 5 of Chapter 172 of the 1987  
42 Session Laws reads as rewritten:

43       "(c) Administration. The county shall administer a tax levied under this act. A tax  
44 levied under this act is due and payable to the county finance officer in monthly

1 installments on or before the ~~15th-20th~~ day of the month following the month in which  
2 the tax accrues. Every person, firm, corporation, or association liable for the tax shall,  
3 on or before the ~~15th-20th~~ day of each month, prepare and render a return on a form  
4 prescribed by the county. The return shall state the total gross receipts derived in the  
5 preceding month from rentals upon which the tax is levied.

6 A return filed with the county finance officer under this act is not a public record as  
7 defined by G.S. 132-1 and may not be disclosed except as required by law."

8 **SECTION 21.(q)** Subsection (a) of Section 3 of Chapter 188 of the 1987  
9 Session Laws reads as rewritten:

10 "(a) Any tax levied under this act is due and payable to the county in monthly  
11 installments on or before the ~~15th-20th~~ day of the month following the month in which  
12 the tax accrues. Every person, firm, corporation, or association liable for the tax shall,  
13 on or before the ~~15th-20th~~ day of each month, prepare and render a return on a form  
14 prescribed by the county. The return shall state the total gross receipts derived in the  
15 preceding month from rentals upon which the tax is levied."

16 **SECTION 21.(r)** Subsection (c) of Section 1 of Title I of Chapter 460 of the  
17 1987 Session Laws reads as rewritten:

18 "(c) Administration. The Town shall administer a tax levied under this section. A  
19 tax levied under this section is due and payable to the Town revenue collector in  
20 monthly installments on or before the ~~15th-20th~~ day of the month following the month  
21 in which the tax accrues. Every person, firm, corporation, or association liable for the  
22 tax shall, on or before the ~~15th-20th~~ day of each month, prepare and render a return on a  
23 form prescribed by the Town. The return shall state the total gross receipts derived in  
24 the preceding month from rentals and sales upon which the tax is levied."

25 **SECTION 21.(s)** Subsection (c) of Section 1 of Chapter 472 of the 1987  
26 Session Laws reads as rewritten:

27 "(c) Administration. The county shall administer a tax levied under this section. A  
28 tax levied under this section is due and payable to the county finance officer in monthly  
29 installments on or before the ~~15th-20th~~ day of the month following the month in which  
30 the tax accrues. Every person, firm, corporation, or association liable for the tax shall,  
31 on or before the ~~15th-20th~~ day of each month, prepare and render a return on a form  
32 prescribed by the county. The return shall state the total gross receipts derived in the  
33 preceding month from rentals upon which the tax is levied.

34 A return filed with the county finance officer under this section is not a public record  
35 as defined by G.S. 132-1 and may not be disclosed except as required by law."

36 **SECTION 21.(t)** Subsection (c) of Section 1 of Chapter 484 of the 1987  
37 Session Laws reads as rewritten:

38 "(c) Administration. The county shall administer a tax levied under this section. A  
39 tax levied under this section is due and payable to the county finance officer in monthly  
40 installments on or before the ~~15th-20th~~ day of the month following the month in which  
41 the tax accrues. Every person, firm, corporation, or association liable for the tax shall,  
42 on or before the ~~15th-20th~~ day of each month, prepare and render a return on a form  
43 prescribed by the county. The return shall state the total gross receipts derived in the  
44 preceding month from rentals upon which the tax is levied.

1 A return filed with the county finance officer under this section is not a public record  
2 as defined by G.S. 132-1 and may not be disclosed except as required by law."

3 **SECTION 21.(u)** Subsection (c) of Section 1 of Chapter 538 of the 1987  
4 Session Laws reads as rewritten:

5 "(c) Administration. The county shall administer a tax levied under this section. A  
6 tax levied under this section is due and payable to the county finance officer in monthly  
7 installments on or before the ~~15th~~20th day of the month following the month in which  
8 the tax accrues. Every person, firm, corporation, or association liable for the tax shall,  
9 on or before the ~~15th~~20th day of each month, prepare and render a return on a form  
10 prescribed by the county. The return shall state the total gross receipts derived in the  
11 preceding month from rentals upon which the tax is levied.

12 A return filed with the county finance officer under this section is not a public record  
13 as defined by G.S. 132-1 and may not be disclosed except as required by law."

14 **SECTION 21.(v)** Subsection (c) of Section 1 of Chapter 561 of the 1987  
15 Session Laws reads as rewritten:

16 "(c) Administration. The county shall administer a tax levied under this section. A  
17 tax levied under this section is due and payable to the county finance officer in monthly  
18 installments on or before the ~~15th~~20th day of the month following the month in which  
19 the tax accrues. Every person, firm, corporation, or association liable for the tax shall,  
20 on or before the ~~15th~~20th day of each month, prepare and render a return on a form  
21 prescribed by the county. The return shall state the total gross receipts derived in the  
22 preceding month from rentals upon which the tax is levied.

23 A return filed with the county finance officer under this section is not a public record  
24 as defined by G.S. 132-1 and may not be disclosed except as required by law."

25 **SECTION 21.(w)** Subsection (c) of Section 1 of Chapter 618 of the 1987  
26 Session Laws reads as rewritten:

27 "(c) Administration. The county shall administer a tax levied under this section. A  
28 tax levied under this section is due and payable to the county finance officer in monthly  
29 installments on or before the ~~15th~~20th day of the month following the month in which  
30 the tax accrues. Every person, firm, corporation, or association liable for the tax shall,  
31 on or before the ~~15th~~20th day of each month, prepare and render a return on a form  
32 prescribed by the county. The return shall state the total gross receipts derived in the  
33 preceding month from rentals upon which the tax is levied.

34 A return filed with the county finance officer under this section is not a public record  
35 as defined by G.S. 132-1 and may not be disclosed except as required by law."

36 **SECTION 21.(x)** Subsection (a) of Section 4 of Chapter 647 of the 1987  
37 Session Laws reads as rewritten:

38 "(a) Administration. The county shall administer a tax levied under this section. A  
39 tax levied under this section is due and payable to the county finance officer in monthly  
40 installments on or before the ~~15th~~20th day of the month following the month in which  
41 the tax accrues. Every person, firm, corporation, or association liable for the tax shall,  
42 on or before the ~~15th~~20th day of each month, prepare and render a return on a form  
43 prescribed by the county. The return shall state the total gross receipts derived in the  
44 preceding month from rentals upon which the tax is levied."

1           **SECTION 21.(y)** Subsection (c) of Section 1 of Chapter 950 of the 1987  
2 Session Laws reads as rewritten:

3           "(c) Administration. The county shall administer a tax levied under this section. A  
4 tax levied under this section is due and payable to the county finance officer in monthly  
5 installments on or before the ~~15th-20th~~ day of the month following the month in which  
6 the tax accrues. Every person, firm, corporation, or association liable for the tax shall,  
7 on or before the ~~15th-20th~~ day of each month, prepare and render a return on a form  
8 prescribed by the county. The return shall state the total gross receipts derived in the  
9 preceding month from rentals upon which the tax is levied.

10          A return filed with the county finance officer under this section is not a public record  
11 as defined by G.S. 132-1 and may not be disclosed except as required by law."

12           **SECTION 21.(z)** Subsection (c) of Section 1 of Chapter 979 of the 1987  
13 Session Laws reads as rewritten:

14           "(c) Administration. The county shall administer a tax levied under this section. A  
15 tax levied under this section is due and payable to the county finance officer in monthly  
16 installments on or before the ~~15th-20th~~ day of the month following the month in which  
17 the tax accrues. Every person, firm, corporation, or association liable for the tax shall,  
18 on or before the ~~15th-20th~~ day of each month, prepare and render a return on a form  
19 prescribed by the county. The return shall state the total gross receipts derived in the  
20 preceding month from rentals upon which the tax is levied.

21          A return filed with the county finance officer under this section is not a public record  
22 as defined by G.S. 132-1 and may not be disclosed except as required by law."

23           **SECTION 21.(aa)** Subsection (c) of Section 1 of Chapter 173 of the 1989  
24 Session Laws reads as rewritten:

25           "(c) Administration. The county shall administer a tax levied under this section. A  
26 tax levied under this section is due and payable to the county finance officer in monthly  
27 installments on or before the ~~15th-20th~~ day of the month following the month in which  
28 the tax accrues. Every person, firm, corporation, or association liable for the tax shall,  
29 on or before the ~~15th-20th~~ day of each month, prepare and render a return on a form  
30 prescribed by the county. The return shall state the total gross receipts derived in the  
31 preceding month from rentals upon which the tax is levied.

32          A return filed with the county finance officer under this section is not a public record  
33 as defined by G.S. 132-1 and may not be disclosed except as required by law."

34           **SECTION 21.(bb)** Subsection (c) of Section 1 of Chapter 422 of the 1989  
35 Session Laws reads as rewritten:

36           "(c) Administration. The county shall administer a tax levied under this section. A  
37 tax levied under this section is due and payable to the county finance officer in monthly  
38 installments on or before the ~~15th-20th~~ day of the month following the month in which  
39 the tax accrues. Every person, firm, corporation, or association liable for the tax shall,  
40 on or before the ~~15th-20th~~ day of each month, prepare and render a return on a form  
41 prescribed by the county. The return shall state the total gross receipts derived in the  
42 preceding month from rentals upon which the tax is levied.

43          A return filed with the county finance officer under this section is not a public record  
44 as defined by G.S. 132-1 and may not be disclosed except as required by law."



1           **SECTION 21.(cc)** Subsection (e) of Section 8 of Chapter 821 of the 1989  
2 Session Laws reads as rewritten:

3           "(e) Administration. Mecklenburg County and the City of Charlotte shall  
4 determine by agreement which of them will administer and collect each of the taxes  
5 levied pursuant to this Part. In the event an agreement cannot be reached, then any tax  
6 levied pursuant to this Part shall be administered and collected by Mecklenburg County.  
7 The local administrative authority may promulgate additional rules and regulations  
8 necessary for the implementation of this Part.

9           The taxes levied pursuant to this Part are due and payable to the local administrative  
10 authority as agent for the taxing entity in monthly installments on or before the ~~15<sup>th</sup>~~  
11 20<sup>th</sup> day of the month following the month in which the tax accrues. Every taxable  
12 establishment liable for the tax shall, on or before the ~~15<sup>th</sup>~~20<sup>th</sup> day of each month,  
13 prepare and render a return to the local administrative authority. The local  
14 administrative authority shall design, print, and furnish to all taxable establishments the  
15 necessary forms for filing returns and instructions to ensure the full collection of the tax.

16           A return filed with the local administrative authority under this section is not a  
17 public record as defined by G.S. 132-1 and may not be disclosed except as required by  
18 law."

19           **SECTION 21.(dd)** Subsection (c) of Section 1 of Chapter 163 of the 1991  
20 Session Laws reads as rewritten:

21           "(c) Administration. The county shall administer a tax levied under this section. A  
22 tax levied under this section is due and payable to the county finance officer in monthly  
23 installments on or before the ~~fifteenth~~20<sup>th</sup> day of the month following the month in  
24 which the tax accrues. Every person, firm, corporation, or association liable for the tax  
25 shall, on or before the ~~fifteenth~~20<sup>th</sup> day of each month, prepare and render a return on a  
26 form prescribed by the county. The return shall state the total gross receipts derived in  
27 the preceding month from rentals upon which the tax is levied.

28           A return filed with the county finance officer under this section is not a public record  
29 as defined by G.S. 132-1 and may not be disclosed except as required by law."

30           **SECTION 21.(ee)** Subsection (c) of Section 1 of Chapter 230 of the 1991  
31 Session Laws reads as rewritten:

32           "(c) Administration. The county shall administer a tax levied under this section. A  
33 tax levied under this section is due and payable to the county finance officer in monthly  
34 installments on or before the ~~fifteenth~~20<sup>th</sup> day of the month following the month in  
35 which the tax accrues. Every person, firm, corporation, or association liable for the tax  
36 shall, on or before the ~~fifteenth~~20<sup>th</sup> day of each month, prepare and render a return on a  
37 form prescribed by the county. The return shall state the total gross receipts derived in  
38 the preceding month from rentals upon which the tax is levied.

39           A return filed with the county finance officer under this section is not a public record  
40 as defined by G.S. 132-1 and may not be disclosed except as required by law."

41           **SECTION 21.(ff)** Subsection (c) of Section 1 of Chapter 392 of the 1991  
42 Session Laws reads as rewritten:

43           "(c) Administration. The county shall administer a tax levied under this section. A  
44 tax levied under this section is due and payable to the county finance officer in monthly

1 installments on or before the ~~15th-20th~~ day of the month following the month in which  
2 the tax accrues. Every person, firm, corporation, or association liable for the tax shall,  
3 on or before the ~~15th-20th~~ day of each month, prepare and render a return on a form  
4 prescribed by the county. The return shall state the total gross receipts derived in the  
5 preceding month from rentals upon which the tax is levied."

6 **SECTION 21.(gg)** Subsection (c) of Section 5 of Chapter 577 of the 1991  
7 Session Laws reads as rewritten:

8 "(c) Administration. The county shall administer a tax levied under this section. A  
9 tax levied under this section is due and payable to the county finance officer in monthly  
10 installments on or before the ~~15th-20th~~ day of the month following the month in which  
11 the tax accrues. Every person, firm, corporation, or association liable for the tax shall,  
12 on or before the ~~15th-20th~~ day of each month, prepare and render a return on a form  
13 prescribed by the county. The return shall state the total gross receipts derived in the  
14 preceding month from rentals upon which the tax is levied.

15 A return filed with the county finance officer under this section is not a public record  
16 as defined by G.S. 132-1 and may not be disclosed except as required by law."

17 **SECTION 21.(hh)** Section 9 of Chapter 594 of the 1991 Session Laws, as  
18 amended by Section 5 of Chapter 458 of the 1995 Session Laws, reads as rewritten:

19 "Sec. 9. Administration. – The county shall administer and collect the taxes levied  
20 pursuant to this act. Wake County may contract with the City of Raleigh to perform  
21 these functions.

22 The taxes levied pursuant to this act are due and payable to the county in monthly  
23 installments on or before the ~~fifteenth-20th~~ day of the month following the month in  
24 which the tax accrues. Every taxable establishment liable for the tax shall, on or before  
25 the ~~fifteenth-20th~~ day of each month, prepare and render a return to the county. The  
26 county shall design, print, and furnish on request to all taxable establishments the  
27 necessary forms for filing returns and instructions to ensure the full collection of the tax.

28 Returns filed with the county pursuant to this act are not public records and may not  
29 be disclosed except in accordance with G.S. 153A-148.1 or G.S. 160A-208.1."

30 **SECTION 21.(ii)** Subsection (c) of Section 1 of Chapter 453 of the 1993  
31 Session Laws reads as rewritten:

32 "(c) Administration.

33 The city shall administer a tax levied under this section. A tax levied under this  
34 section is due and payable to the city finance officer in monthly installments on or  
35 before the ~~15th-20th~~ day of the month following the month in which the tax accrues.  
36 Every person, firm, corporation, or association liable for the tax shall, on or before the  
37 ~~15th-20th~~ day of each month, prepare and render a return on a form prescribed by the  
38 city. The return shall state the total gross receipts derived in the preceding month from  
39 rentals upon which the tax is levied.

40 A return filed with the city finance officer under this section is not a public record as  
41 defined by G.S. 132-1 and may not be disclosed except as required by law."

42 **SECTION 21.(jj)** Subsection (c) of Section 1 of Chapter 549 of the 1993  
43 Session Laws reads as rewritten:

44 "(c) Administration.

1 The county shall administer a tax levied under this section. A tax levied under this  
2 section is due and payable to the county finance officer in monthly installments on or  
3 before the ~~fifteenth~~20th day of the month following the month in which the tax accrues.  
4 Every person, firm, corporation, or association liable for the tax shall, on or before the  
5 ~~fifteenth~~20th day of each month, prepare and render a return on a form prescribed by  
6 the county. The return shall state the total gross receipts derived in the preceding month  
7 from rentals upon which the tax is levied.

8 A return filed with the county finance officer under this section is not a public record  
9 as defined by G.S. 132-1 and may not be disclosed except as required by law."

10 **SECTION 21.(kk)** Subsection (c) of Section 1 of Part 1 of Chapter 642 of  
11 the 1993 Session Laws reads as rewritten:

12 "(c) Administration. The county shall administer a tax levied under this section. A  
13 tax levied under this section is due and payable to the county finance officer in monthly  
14 installments on or before the ~~fifteenth~~20th day of the month following the month in  
15 which the tax accrues. Every person, firm, corporation, or association liable for the tax  
16 shall, on or before the ~~fifteenth~~20th day of each month, prepare and render a return on a  
17 form prescribed by the county. The return shall state the total gross receipts derived in  
18 the preceding month from rentals upon which the tax is levied.

19 A return filed with the county finance officer under this section is not a public record  
20 as defined by G.S. 132-1 and may not be disclosed except as required by law."

21 **SECTION 21.(ll)** Subsection (c) of Section 1 of Chapter 648 of the 1993  
22 Session Laws reads as rewritten:

23 "(c) Administration. The city shall administer a tax levied under this section. A  
24 tax levied under this section is due and payable to the city finance officer in monthly  
25 installments on or before the ~~fifteenth~~20th day of the month following the month in  
26 which the tax accrues. Every person, firm, corporation, or association liable for the tax  
27 shall, on or before the ~~fifteenth~~20th day of each month, prepare and render a return on a  
28 form prescribed by the city. The return shall state the total gross receipts derived in the  
29 preceding month from rentals upon which the tax is levied.

30 A return filed with the city finance officer under this section is not a public record as  
31 defined by G.S. 132-1 and may not be disclosed except as required by law."

32 **SECTION 21.(mm)** Subsection (c) of Section 1 of Chapter 695 of the 1993  
33 Session Laws reads as rewritten:

34 "(c) Administration.

35 The town shall administer a tax levied under this section. A tax levied under this  
36 section is due and payable to the town in monthly installments on or before the ~~fifteenth~~  
37 20th day of the month following the month in which the tax accrues. Every person, firm,  
38 corporation, or association liable for the tax shall, on or before the ~~fifteenth~~20th day of  
39 each month, prepare and render a return on a form prescribed by the town. The return  
40 shall state the total gross receipts derived in the preceding month from rentals upon  
41 which the tax is levied.

42 A return filed with the town under this section is not a public record as defined by  
43 G.S. 132-1 and may not be disclosed except as required by law."

1           **SECTION 21.(nn)** Subsection (c) of Section 1 of Chapter 530 of the 1995  
2 Session Laws reads as rewritten:

3           "(c) Administration. The county shall administer a tax levied under this section. A  
4 tax levied under this section is due and payable to the county finance officer in monthly  
5 installments on or before the ~~15th-20th~~ day of the month following the month in which  
6 the tax accrues. Every person, firm, corporation, or association liable for the tax shall,  
7 on or before the ~~15th-20th~~ day of each month, prepare and render a return on a form  
8 prescribed by the county. The return shall state the total gross receipts derived in the  
9 preceding month from rentals upon which the tax is levied.

10          A return filed with the county finance officer under this section is not a public record  
11 and may not be disclosed except in accordance with G.S. 153A-148.1 or  
12 G.S. 160A-208.1."

13           **SECTION 21.(oo)** This section becomes effective January 1, 2008.

14           **SECTION 22.(a)** Section 9 of S.L. 2005-294 is repealed.

15           **SECTION 22.(b)** Section 13 of S.L. 2005-294, as amended by Section 31.5  
16 of S.L. 2006-259, reads as rewritten:

17           "**SECTION 13.** Sections 4 and 8 of this act become effective January 1, 2006.  
18 Sections 1, 2, 3, 5, 6, 7, ~~9-10~~, and 11 of this act become effective July 1, 2010, or when  
19 the Division of Motor Vehicles and the Department of Revenue certify that the  
20 integrated computer system for registration renewal and property tax collection for  
21 motor vehicles is in operation, whichever occurs first. Sections 12 and 13 of this act are  
22 effective when they become law. Nothing in this act shall require the General Assembly  
23 to appropriate funds to implement it for the biennium ending June 30, 2007."

24           **SECTION 22.(c)** G.S. 105-330.10 reads as rewritten:

25           "**§ 105-330.10. Disposition of interest.**

26           ~~Sixty percent (60%) of the first month's~~The interest collected on unpaid taxes  
27 registration fees pursuant to G.S. 105-330.4 shall be transferred on a monthly basis to  
28 ~~the Combined Motor Vehicle and Registration Account created within the Treasurer's~~  
29 ~~Office.~~North Carolina Highway Fund for technology improvements within the Division  
30 of Motor Vehicles. The funds in this account shall be used to develop and implement an  
31 integrated computer system within the Division of Motor Vehicles that would allow for  
32 ~~the combined assessment, billing, and collection of property taxes on motor vehicles~~  
33 ~~and the issuance of registration plates. The Treasurer shall report to the Revenue Laws~~  
34 ~~Study Committee semi-annually with the first report due by April 30, 2006. The report~~  
35 ~~shall contain a detailed description of the amount of moneys transferred to the Account~~  
36 ~~and distributed from the Account."~~

37           **SECTION 22.(d)** Subsection (c) of this section becomes effective January 1,  
38 2010. The remainder of this section is effective when it becomes law.

39           **SECTION 23.** The introductory language of Section 6 of S.L. 2006-128  
40 reads as rewritten:

41           "**SECTION 6.** G.S. ~~153A-215(g)~~153A-155(g) reads as rewritten:"

42           **SECTION 24.** Section 33 of S.L. 2006-162 reads as rewritten:

43           "**SECTION 33.** ~~Section 4~~Sections 4(a) and 4(b) of this act ~~is~~are effective for  
44 taxable years beginning on or after January 1, 2006. Section 13 of this act becomes

1 effective July 1, 2007, and applies to motor fuel transported on or after that date.  
2 Sections 14, 15, and 17 of this act become effective January 1, 2007, and apply to motor  
3 fuel purchased on or after that date. An exempt card or code will not be valid for sales  
4 of motor fuel at the terminal rack on or after January 1, 2007. Section 26 of this act is  
5 effective when it becomes law and applies to the estates of decedents dying on or after  
6 January 1, 2005. Section 32 of this act becomes effective January 1, 2007. The  
7 remainder of this act is effective when it becomes law."

8 **SECTION 25.** Sec. 8.4 of Chapter 692 of the 1989 Session Laws is repealed.

9 **SECTION 26.(a)** G.S. 105-130.41(c1) reads as rewritten:

10 "(c1) Report. – The Department of Revenue must publish by May 1 of each year  
11 the following information itemized by taxpayer for the 12-month period ending the  
12 preceding December 31:

13 (1) The number of taxpayers taking a credit allowed in this section.

14 (2) The total amount of charges ~~with respect to which credits were~~  
15 ~~taken~~ assessed for the taxable year.

16 (3) The total cost to the General Fund of the credits taken."

17 **SECTION 26.(b)** G.S. 105-151.22(c1) reads as rewritten:

18 "(c1) Report. – The Department of Revenue must publish by May 1 of each year  
19 the following information itemized by taxpayer for the 12-month period ending the  
20 preceding December 31:

21 (1) The number of taxpayers taking a credit allowed in this section.

22 (2) The total amount of charges ~~with respect to which credits were~~  
23 ~~taken~~ assessed for the taxable year.

24 (3) The total cost to the General Fund of the credits taken."

25 **SECTION 27.** G.S. 105-164.13(38) reads as rewritten:

26 **"§ 105-164.13. Retail sales and use tax.**

27 The sale at retail and the use, storage, or consumption in this State of the following  
28 tangible personal property and services are specifically exempted from the tax imposed  
29 by this Article:

30 ...

31 (38) Food and other items lawfully purchased under the Food Stamp  
32 Program, ~~7 U.S.C. § 51, 7 U.S.C. § 2011~~, and supplemental foods  
33 lawfully purchased with a food instrument issued under the Special  
34 Supplemental Food Program, 42 U.S.C. § 1786, and supplemental  
35 foods purchased for direct distribution by the Special Supplemental  
36 Food Program."

37 **SECTION 28.** G.S. 105-164.44I is amended by adding a new subsection to  
38 read:

39 "(c1) Revised Certification. – If a county or city determines that the amount of  
40 cable franchise tax it imposed during the first six months of the 2006-2007 fiscal year  
41 differs from the amount certified to the Secretary under subsection (c) of this section,  
42 the county or city may submit a new certification to the Secretary revising the amount.  
43 For distributions for quarters beginning on or after October 1, 2007, the Secretary must  
44 determine the proportionate share of a county or city based upon certifications

1 submitted on or before October 1, 2007. For distributions for quarters beginning on or  
2 after April 1, 2008, the Secretary must determine the proportionate share of a county or  
3 city based upon certifications submitted on or before April 1, 2008. Certifications  
4 submitted after April 1, 2008, may not be used to adjust a county's or city's base amount  
5 under subsection (c) of this section."

6 **SECTION 29.** G.S. 105-187.9 reads as rewritten:

7 **"§ 105-187.9. Disposition of tax proceeds.**

8 (a) ~~Distribution. — Taxes collected under this Article at the rate of eight percent~~  
9 ~~(8%) shall be credited to the General Fund. Taxes collected under this Article at the rate~~  
10 ~~of three percent (3%) shall be credited to the North Carolina Highway Trust Fund.~~

11 (b) ~~Transfer. — In each fiscal year the State Treasurer shall transfer the amounts~~  
12 ~~provided below from the taxes deposited in the Trust Fund to the General Fund. The~~  
13 ~~transfer of funds authorized by this section may be made by transferring one fourth of~~  
14 ~~the amount at the end of each quarter in the fiscal year or by transferring the full amount~~  
15 ~~annually on July 1 of each fiscal year, subject to the availability of revenue.~~

16 (1) ~~The sum of one hundred seventy million dollars (\$170,000,000).~~

17 (2) ~~In addition to the amount transferred under subdivision (1) of this~~  
18 ~~subsection, the sum of one million seven hundred thousand dollars~~  
19 ~~(\$1,700,000) shall be transferred in the 2001-2002 fiscal year. The~~  
20 ~~amount distributed under this subdivision shall increase in the~~  
21 ~~2002-2003 fiscal year to the sum of two million four hundred thousand~~  
22 ~~dollars (\$2,400,000). In each fiscal year thereafter, the sum transferred~~  
23 ~~under this subdivision shall be the amount distributed in the previous~~  
24 ~~fiscal year plus or minus a percentage of this sum equal to the~~  
25 ~~percentage by which tax collections under this Article increased or~~  
26 ~~decreased for the most recent 12-month period for which data are~~  
27 ~~available.~~

28 (a) Highway Trust Fund. — All taxes collected under this Article must be credited  
29 to the Highway Trust Fund unless subsection (b) of this section requires a different  
30 disposition.

31 (b) General Fund. — The following taxes collected under this Article must be  
32 credited to the General Fund:

33 (1) Taxes collected at the rate of eight percent (8%).

34 (2) Forty-two million five hundred thousand dollars (\$42,500,000) of the  
35 amount collected each quarter at the rate of three percent (3%).

36 (3) For the 2006-2007 fiscal year, the sum of two million four hundred  
37 eighty-six thousand six hundred two dollars (\$2,486,602). For each  
38 subsequent fiscal year, a sum equal to the amount credited under this  
39 subdivision the previous fiscal year plus or minus the percentage of  
40 this amount that equals the percentage by which tax collections under  
41 this Article increased or decreased for the most recent 12-month period  
42 for which data are available."

43 **SECTION 30.** G.S. 105-187.11 is repealed.

44 **SECTION 31.** G.S. 105-241(b)(2) reads as rewritten:

1       "(b) Electronic Funds Transfer. – Payment by electronic funds transfer is required  
2 as provided in this subsection.

3       ...

4       (2) ~~Semimonthly-Prepayment~~ taxes. – A taxpayer that is required to pay  
5 ~~tax on a semimonthly schedule-prepay tax~~ must pay the tax by  
6 electronic funds transfer."

7       **SECTION 32.** G.S. 105-248.1 is repealed.

8       **SECTION 33.** G.S. 105-259(b)(3) reads as rewritten:

9       "(b) Disclosure Prohibited. – An officer, an employee, or an agent of the State  
10 who has access to tax information in the course of service to or employment by the State  
11 may not disclose the information to any other person unless the disclosure is made for  
12 one of the following purposes:

13       ...

14       (3) ~~Review by-~~To exchange the following types of information with a tax  
15 official of another jurisdiction if the laws of the other jurisdiction  
16 allow it to provide similar tax information to a representative of this  
17 State:

18       a. ~~to-~~Information to aid the jurisdiction in collecting a tax imposed  
19 by this State or the other jurisdiction if the laws of the other  
20 jurisdiction allow it to provide similar tax information to a  
21 representative of this State-jurisdiction.

22       b. Information needed for statistical reports and revenue  
23 estimates."

24       **SECTION 34.** G.S. 105-259(b)(7) reads as rewritten:

25       "(b) Disclosure Prohibited. – An officer, an employee, or an agent of the State  
26 who has access to tax information in the course of service to or employment by the State  
27 may not disclose the information to any other person unless the disclosure is made for  
28 one of the following purposes:

29       ...

30       (7) To exchange information with the Division of the State Highway  
31 Patrol of the Department of Crime Control and Public Safety, the  
32 Division of Motor Vehicles of the Department of Transportation, ~~or~~  
33 the International Fuel Tax Association, Inc., or the Joint Operations  
34 Center for National Fuel Tax Compliance when the information is  
35 needed to fulfill a duty imposed on the Department of Revenue, the  
36 Division of the State Highway Patrol of the Department of Crime  
37 Control and Public Safety, or the Division of Motor Vehicles of the  
38 Department of Transportation."

39       **SECTION 35.** G.S. 105-259(b)(13) reads as rewritten:

40       "(b) Disclosure Prohibited. – An officer, an employee, or an agent of the State  
41 who has access to tax information in the course of service to or employment by the State  
42 may not disclose the information to any other person unless the disclosure is made for  
43 one of the following purposes:

44       ...

1 (13) To furnish the following to the Fiscal Research Division of the General  
2 Assembly, upon request, a request:

3 a. A sample, suitable in character, composition, and size for  
4 statistical analyses, of tax returns or other tax information from  
5 which taxpayers' names and identification numbers have been  
6 removed.

7 b. An analysis of the fiscal impact of proposed legislation."

8 **SECTION 36.** G.S. 105-259 (b)(27) reads as rewritten:

9 "(b) Disclosure Prohibited. – An officer, an employee, or an agent of the State  
10 who has access to tax information in the course of service to or employment by the State  
11 may not disclose the information to any other person unless the disclosure is made for  
12 one of the following purposes:

13 ...

14 (27) To provide a report required under this Chapter.

15 ~~105-129.85"~~

16 **SECTION 37.** G.S. 105-275(41) reads as rewritten:

17 **"§ 105-275. Property classified and excluded from the tax base.**

18 The following classes of property are hereby designated special classes under  
19 authority of Article V, Sec. 2(2), of the North Carolina Constitution and shall not be  
20 listed, appraised, assessed, or taxed:

21 ...

22 (41) Objects of art held by the North Carolina State Art Society,  
23 Incorporated."

24 **SECTION 38.(a)** G.S. 105-449.81(3a) is repealed.

25 **SECTION 38.(b)** This section becomes effective January 1, 2008.

26 **SECTION 39.** G.S. 142-95 is repealed.

27 **SECTION 40.** Article 3 of Chapter 159D of the General Statutes is repealed.

28 **SECTION 41.** Except as otherwise provided, this act is effective when it  
29 becomes law.