

**§ 105-273. Definitions.**

The following definitions apply in this Subchapter:

- (1) Abstract. – The document on which the property of a taxpayer is listed for ad valorem taxation and on which the appraised and assessed values of the property are recorded.
- (2) Appraisal. – The true value of property or the process by which true value is ascertained.
- (3) Assessment. – The tax value of property or the process by which the assessment is determined.
- (3a) "Builder" means a taxpayer engaged in the business of buying real property, making improvements to it, and then reselling it.
- (4) Repealed by Session Laws 1973, c. 695, s. 15, effective January 1, 1974.
- (4a) Code. – Defined in G.S. 105-228.90.
- (5) Collector or tax collector. – A person charged with the duty of collecting taxes for a county or municipality.
- (5a) Construction contractor. – A taxpayer who is regularly engaged in building, installing, repairing, or improving real property.
- (6) Corporation. – An organization having capital stock represented by shares or an incorporated, nonprofit organization.
- (6a) Discovered property. – Any of the following:
  - a. Property that was not listed during a listing period.
  - b. Property that was listed but the listing included a substantial understatement.
  - c. Property that has been granted an exemption or exclusion and does not qualify for the exemption or exclusion.
- (6b) Discover property. – Determine any of the following:
  - a. Property has not been listed during a listing period.
  - b. A taxpayer made a substantial understatement of listed property.
  - c. Property was granted an exemption or exclusion and the property does not qualify for an exemption or exclusion.
- (7) Document. – A book, paper, record, statement, account, map, plat, film, picture, tape, object, instrument, or any other thing conveying information.
- (7a) Failure to list property. – Any of the following:
  - a. Failure to list property during a listing period.
  - b. A substantial understatement of listed property.
  - c. Failure to notify the assessor that property granted an exemption or exclusion under an application for exemption or exclusion does not qualify for the exemption or exclusion.
- (8) Intangible personal property. – Patents, copyrights, secret processes, formulae, good will, trademarks, trade brands, franchises, stocks, bonds, cash, bank deposits, notes, evidences of debt, leasehold interests in exempted real property, bills and accounts receivable, or other like property.
- (8a) Inventories. – Any of the following:
  - a. Goods held for sale in the regular course of business by manufacturers, retail and wholesale merchants, and construction contractors. As to retail and wholesale merchants and construction contractors, the term includes packaging materials that accompany and become a part of the goods sold.
  - b. Goods held by construction contractors to be furnished in the course of building, installing, repairing, or improving real property.

- c. As to manufacturers, raw materials, goods in process, finished goods, or other materials or supplies that are consumed in manufacturing or processing or that accompany and become a part of the sale of the property being sold. The term does not include fuel used in manufacturing or processing and materials or supplies not used directly in manufacturing or processing.
  - d. A modular home as defined in G.S. 105-164.3(143) that is used exclusively as a display model and held for eventual sale at the retail merchant's place of business.
  - e. Crops, livestock, poultry, feed used in the production of livestock and poultry, or other agricultural or horticultural products held for sale, whether in process or ready for sale.
- (9) List or listing. – An abstract, when the term is used as a noun.
  - (10) Repealed by Session Laws 1987, c. 43, s. 1.
  - (10a) Local tax official. – A county assessor, an assistant county assessor, a member of a county board of commissioners, a member of a county board of equalization and review, a county tax collector, or the municipal equivalent of one of these officials.
  - (10b) Manufacturer. – A taxpayer who is regularly engaged in the mechanical or chemical conversion or transformation of materials or substances into new products for sale or in the growth, breeding, raising, or other production of new products for sale. The term does not include delicatessens, cafes, cafeterias, restaurants, and other similar retailers that are principally engaged in the retail sale of foods prepared by them for consumption on or off their premises.
  - (11) Municipal corporation or municipality. – A city, town, incorporated village, sanitary district, rural fire protection district, rural recreation district, mosquito control district, hospital district, metropolitan sewerage district, watershed improvement district, a consolidated city-county as defined by G.S. 160B-2, or another district or unit of local government by or for which ad valorem taxes are levied.
  - (12) Person. – An individual, a trustee, an executor, an administrator, another fiduciary, a corporation, a limited liability company, an unincorporated association, a partnership, a sole proprietorship, a company, a firm, or another legal entity.
  - (13) Real property, real estate, or land. – Any of the following:
    - a. The land itself.
    - b. Buildings, structures, improvements, or permanent fixtures on land.
    - c. All rights and privileges belonging or in any way appertaining to the property.
    - d. A manufactured home as defined in G.S. 143-143.9(6), unless it is considered tangible personal property for failure to meet all of the following requirements:
      - 1. It is a residential structure.
      - 2. It has the moving hitch, wheels, and axles removed.
      - 3. It is placed upon a permanent foundation either on land owned by the owner of the manufactured home or on land in which the owner of the manufactured home has a leasehold interest pursuant to a lease with a primary term of at least 20 years and

the lease expressly provides for disposition of the manufactured home upon termination of the lease.

- (13a) Retail merchant. – A taxpayer who is regularly engaged in the sale of tangible personal property, acquired by a means other than manufacture, processing, or producing by the merchant, to users or consumers.
- (13b) Substantial understatement. – The omission of a material portion of the value, quantity, or other measurement of taxable property. The determination of materiality in each case shall be made by the assessor, subject to the taxpayer's right to review of the determination by the county board of equalization and review or board of commissioners and appeal to the Property Tax Commission.
- (14) Tangible personal property. – All personal property that is not intangible and that is not permanently affixed to real property.
- (15) Tax or taxes. – The principal amount of any property tax or dog license tax and costs, penalties, and interest.
- (16) Taxing unit. – A county or municipality authorized to levy ad valorem property taxes.
- (17) Taxpayer. – A person whose property is subject to ad valorem property taxation by any county or municipality and any person who, under the terms of this Subchapter, has a duty to list property for taxation.
- (18) Valuation. – Appraisal and assessment.
- (19) Wholesale merchant. – A taxpayer who is regularly engaged in the sale of tangible personal property, acquired by a means other than manufacture, processing, or producing by the merchant, to other retail or wholesale merchants for resale or to manufacturers for use as ingredient or component parts of articles being manufactured for sale. (1939, c. 310, s. 2; 1971, c. 806, s. 1; 1973, c. 695, ss. 14, 15; 1985, c. 656, s. 20; 1985 (Reg. Sess., 1986), c. 947, ss. 3, 4; 1987, c. 43, s. 1; c. 440, s. 2; c. 805, s. 3; c. 813, ss. 1-4; 1991, c. 34, s. 3; 1991 (Reg. Sess., 1992), c. 975, s. 1; c. 1004, s. 1; 1993, c. 354, s. 23; c. 459, s. 1; 1995, c. 461, s. 15; 1998-212, s. 29A.18(c); 2001-506, s. 1; 2002-156, s. 4; 2003-400, s. 4; 2006-106, ss. 1, 8; 2008-35, s. 1.1; 2009-308, s. 1; 2009-445, s. 20; 2015-223, s. 1.)