

GENERAL ASSEMBLY OF NORTH CAROLINA

SESSION 1997

H

2

HOUSE BILL 1126
Committee Substitute Favorable 7/9/97

Short Title: No Sales Tax on Pay Phones.

(Public)

Sponsors:

Referred to:

April 21, 1997

1 A BILL TO BE ENTITLED
2 AN ACT TO EXEMPT LOCAL PAY PHONE SERVICES FROM SALES TAX.

3 The General Assembly of North Carolina enacts:

4 Section 1. G. S. 105-164.4(a)(4a) reads as rewritten:

5 "(4a) The rate of three percent (3%) applies to the gross
6 receipts derived by a utility from sales of electricity, piped
7 natural gas, or local telecommunications service as defined by
8 G.S. 105-120(e), other than sales of electricity or piped natural
9 gas subject to tax under another subdivision in this section.
10 Gross receipts from sales of piped natural gas shall not include
11 natural gas expansion surcharges imposed under G.S. 62-158.
12 Gross receipts from sales of local telecommunications service
13 shall not include receipts from service provided by means of
14 public coin-operated pay telephone instruments and paid for by
15 coin. A person who operates a utility is considered a retailer
16 under this Article."

17 Section 2. This act becomes effective October 1, 1997, and applies to sales
18 made on or after that date.