

NORTH CAROLINA GENERAL ASSEMBLY

LEGISLATIVE FISCAL NOTE

BILL NUMBER: HB 80
SHORT TITLE: Repeal Obsolete Use Tax
SPONSORS: Representatives Tallent, Arnold, Gamble, Luebke,
 Ramsey; and Buchanan
FISCAL IMPACT: Expenditures: Increase () Decrease ()
 Revenues: Increase () Decrease (X)
 No Impact ()
 No Estimate Available ()

FUND AFFECTED: General Fund (X) Highway Fund () Local Fund ()
 Other Fund ()

BILL SUMMARY:

The proposed act repeals, G.S. 105-164.6(g), the special use tax on construction equipment brought into the State of North Carolina.

EFFECTIVE DATE: July 1, 1995

PRINCIPAL DEPARTMENT(S)/PROGRAM(S) AFFECTED:

Department of Revenue Sales and Use Tax Division

FISCAL IMPACT

	<u>FY</u>	<u>FY</u>	<u>FY</u>	<u>FY</u>	<u>FY</u>
	95-96	96-97	97-98	98-99	99-00
REVENUES					
General Fund	(\$10,000 to \$20,000) Loss				

ASSUMPTIONS AND METHODOLOGY:

The Department of Revenue Sales and Use Tax Division reports the loss is small due to the credit allowed for sales taxes paid to other states. The credit was enacted in 1989, as a recommendation by the Revenue Laws Study Commission.

SOURCES OF DATA: Department of Revenue Sales and Use Tax Division

FISCAL RESEARCH DIVISION

733-4910

PREPARED BY: H. Warren Plonk

APPROVED BY: Tom C. Covington TomC

DATE: February 7, 1995

