## GENERAL ASSEMBLY OF NORTH CAROLINA SESSION 2005

## SESSION LAW 2005-116 SENATE BILL 407

AN ACT TO AUTHORIZE AN INCREASE IN THE VEHICLE TAX IN MUNICIPALITIES LOCATED WHOLLY OR PARTLY IN CABARRUS COUNTY AND TO EXTEND A MORATORIUM ON ANNEXATIONS INTO THE COUNTY OF CABARRUS BY MUNICIPALITIES LOCATED PRIMARILY OUTSIDE THE COUNTY.

The General Assembly of North Carolina enacts:

## **SECTION 1.(a)** G.S. 20-97(b) reads as rewritten:

"(b) General Municipal Vehicle Tax. – Cities and towns may levy a tax of not more than five dollars (\$5.00) twenty dollars (\$20.00) per year upon any vehicle resident in the city or town. The proceeds of the tax may be used for any lawful purpose."

**SECTION 1.(b)** This section applies only to municipalities located wholly or partially in Cabarrus County. Any funds generated by a tax of over five dollars (\$5.00) under this section shall be placed into a separate fund for transportation uses within the municipality and shall not be expended for any other purpose.

**SECTION 2.** Section 3 of S.L. 2003-326 reads as rewritten:

"**SECTION 3.** Section 1 of this act is effective when it becomes law and expires June 30, 2005. 2006. The remainder of this act is effective when it becomes law."

**SECTION 3.** This act is effective when it becomes law.

In the General Assembly read three times and ratified this the 28<sup>th</sup> day of June, 2005.

- s/ Marc Basnight President Pro Tempore of the Senate
- s/ James B. Black Speaker of the House of Representatives