

GENERAL ASSEMBLY OF NORTH CAROLINA
SESSION 2007

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HOUSE BILL 1635

Short Title: Sales Tax Holiday Changes. (Public)

Sponsors: Representatives Weiss, Alexander, Wainwright (Primary Sponsors); Adams, Blust, Brown, Carney, England, Faison, Farmer-Butterfield, Fisher, Glazier, Goodwin, Hall, Harrison, Holliman, Jones, Justice, Lewis, Lucas, Luebke, Owens, Samuelson, Setzer, Steen, Tarleton, Thomas, Womble, and Wray.

Referred to: Commerce, Small Business and Entrepreneurship, if favorable, Finance.

April 19, 2007

A BILL TO BE ENTITLED

1 AN ACT TO MOVE THE DATE OF THE SALES TAX HOLIDAY TO
2 ACCOMMODATE STUDENTS AT COLLEGES AND UNIVERSITIES AND TO
3 INCREASE THE CAP ON THE SALES PRICE OF TEXTBOOKS ELIGIBLE
4 FOR THE HOLIDAY.
5

6 The General Assembly of North Carolina enacts:

7 **SECTION 1.** G.S. 105-164.3 reads as rewritten:

8 "**§ 105-164.3. Definitions.**

9 The following definitions apply in this Article:

10 ...

11 (37b) School instructional material. – Defined in the Streamlined
12 Agreement.

13 (37d) School supply. – An item that is commonly used by a student in the
14 course of study and is considered a 'school supply', a 'school art
15 supply', or 'school instructional material' supply' or 'school art supply'
16 under the Streamlined Agreement.

17 ..."

18 **SECTION 2.** G.S. 105-164.13C(a) reads as rewritten:

19 "(a) The taxes imposed by this Article do not apply to the following items of
20 tangible personal property if sold between 12:01 A.M. on the first third Friday of
21 August and 11:59 P.M. the following Sunday:

- 22 (1) Clothing with a sales price of one hundred dollars (\$100.00) or less per
23 item.
24 (2) School supplies with a sales price of one hundred dollars (\$100.00) or
25 less per item.

- 1 (2a) School instructional materials with a sales price of three hundred
2 dollars (\$300.00) or less per item.
3 (3) Computers with a sales price of three thousand five hundred dollars
4 (\$3,500) or less per item.
5 (3a) Computer supplies with a sales price of two hundred fifty dollars
6 (\$250.00) or less per item.
7 (4) Sport or recreational equipment with a sales price of fifty dollars
8 (\$50.00) or less per item."

9 **SECTION 3.** This act becomes effective July 1, 2007, and applies to sales
10 made on or after that date.