

February 14, 2007

S 183. LEA SALES TAX REFUND AND EXEMPTION. Filed 2/14/07. *ALLOWING A SALES AND USE TAX EXEMPTION FOR LOCAL SCHOOL ADMINISTRATIVE UNITS AND REENACTING THE SALES AND USE TAX REFUND FOR LOCAL SCHOOL ADMINISTRATIVE UNITS.* Enacts new GS 105-164.13(54) to exempt from sales and use taxes items (other than electricity, telecommunication services, and ancillary services) purchased by a local school administrative unit. Enacts new GS 105-164.29B to require local school administrative units to obtain sales tax exemption numbers to be eligible for the exemption and create liability for failure to use items purchased with an exemption number. Reenacts GS 105-164.14(c)(2b) and (2c), the state and local sales and use tax refund for local school administrative units repealed by the General Assembly in 2005. Repeals GS 105-164.44H (Transfer to State Public School Fund) automatically transferring funds from the State sales and use tax collections to the State Public School Fund and makes conforming changes to SL 2005-276, Section 7.51(c). Amends GS 105-267(b) to delete local sales tax refund for a local school administrative unit and a joint agency making joint purchases. Tax exemption, tax refund, and School Fund changes effective for purchases made on or after July 1, 2007.

Intro. by Hoyle.

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