

**GENERAL ASSEMBLY OF NORTH CAROLINA  
SESSION 2001**

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**HOUSE BILL 101**

Short Title: Nonprofit Sales Tax Revision.

(Public)

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Sponsors: Representatives Baker; Buchanan and Capps.

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Referred to: Finance.

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February 14, 2001

A BILL TO BE ENTITLED

1  
2 AN ACT TO REVISE THE EXEMPTION FOR SALES BY A NONPROFIT  
3 ORGANIZATION WHEN THE NET PROCEEDS OF THE SALE BENEFIT THE  
4 STATE OR ONE OF ITS INSTRUMENTALITIES OR AGENCIES.

5 The General Assembly of North Carolina enacts:

6 **SECTION 1.** G.S. 105-164.13(34) reads as rewritten:

7 "(34) Sales of items by a nonprofit civic, charitable, educational, scientific or  
8 literary organization when the net proceeds of the sales will be given  
9 or contributed to the State of North Carolina or to one or more of its  
10 agencies or instrumentalities, or to one or more nonprofit charitable  
11 organizations, one of whose purposes is to serve as a conduit through  
12 which such net proceeds will flow to the State or to one or more of its  
13 agencies or instrumentalities. This subdivision does not apply to sales  
14 of prepared food and drink."

15 **SECTION 2.** This act becomes effective October 1, 2001, and applies to  
16 sales made on or after that date.