

**GENERAL ASSEMBLY OF NORTH CAROLINA  
SESSION 2001**

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**HOUSE BILL 289**

Short Title: Highway Use Tax Exemption-Add Spouse. (Public)

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Sponsors: Representatives C. Wilson; Carpenter, Morris, Preston, and Shubert.

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Referred to: Transportation, if favorable, Finance.

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February 28, 2001

A BILL TO BE ENTITLED

1 AN ACT TO EXEMPT FROM THE HIGHWAY USE TAX A TRANSFER OF A  
2 VEHICLE FROM AN OWNER TO THE SAME OWNER AND HIS OR HER  
3 SPOUSE.  
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5 The General Assembly of North Carolina enacts:

6 **SECTION 1.** G.S. 105-187.6(a) reads as rewritten:

7 "(a) Full Exemptions. – The tax imposed by this Article does not apply when a  
8 certificate of title is issued as the result of a transfer of a motor vehicle:

- 9 (1) To the insurer of the motor vehicle under G.S. 20-109.1 because the  
10 vehicle is a salvage vehicle.
- 11 (2) To either a manufacturer, as defined in G.S. 20-286, or a motor vehicle  
12 retailer for the purpose of resale.
- 13 (3) To the same owner to reflect a change or correction in the owner's  
14 name.
- 15 (3a) To the same owner and the owner's spouse.
- 16 (4) By will or intestacy.
- 17 (5) By a gift between a husband and wife, a parent and child, or a  
18 stepparent and a stepchild.
- 19 (6) By a distribution of marital or divisible property incident to a marital  
20 separation or divorce.
- 21 (7) To a handicapped person from the Department of Health and Human  
22 Services after the vehicle has been equipped by the Department for use  
23 by the handicapped.
- 24 (8) To a local board of education for use in the driver education program  
25 of a public school when the motor vehicle is transferred:
  - 26 a. By a retailer and is to be transferred back to the retailer within  
27 300 days after the transfer to the local board.
  - 28 b. By a local board of education."

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**SECTION 2.** This act is effective when it becomes law.