

GENERAL ASSEMBLY OF NORTH CAROLINA

SESSION 1989

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SENATE BILL 670*

Short Title: Raise Inventory Reimbursement.

(Public)

Sponsors: Senators Raynor and Tally.

Referred to: Finance.

March 27, 1989

A BILL TO BE ENTITLED

1 AN ACT TO INCREASE THE STATE REIMBURSEMENT TO LOCAL
2 GOVERNMENTS FOR REVENUE LOST DUE TO THE REPEAL OF THE
3 PROPERTY TAX ON INVENTORY.
4

5 The General Assembly of North Carolina enacts:

6 Section 1. G.S. 105-277A(c2) reads as rewritten:

7 ~~*(c2)~~ Supplemental Distribution. On or before March 20, 1989, the Secretary shall
8 determine, with respect to each county and city, whether the sum of (i) the amount the
9 county or city received under subsection (c), plus (ii) the amount the county or city
10 received under subsection (c1), plus (iii) three and four-tenths percent (3.4%) of the
11 total distribution received by the county or city under G.S. 105-472, 105-486, 105-493,
12 105-501, and Chapter 1096 of the 1967 Session Laws between January 1, 1988, and
13 December 31, 1988, is less than ~~ninety percent (90%)~~ one hundred percent (100%) of the
14 amount of taxes the county or city actually levied on inventories owned by retailers and
15 wholesalers for the 1987-88 tax year. If that sum is less than ~~ninety percent (90%)~~ one
16 hundred percent (100%) of the amount of taxes the county or city actually levied on
17 those inventories for the 1987-88 tax year, the Secretary shall distribute to that county
18 or city a supplemental amount equal to the amount by which ~~ninety percent (90%)~~ one
19 hundred percent (100%) of the taxes it actually levied on inventories owned by retailers
20 and wholesalers for the 1987-88 tax year exceeds the total of subdivisions (i), (ii), and
21 (iii).

22 Except as provided in subsection (g) of this section, each year thereafter, as soon as
23 practicable after January 1, the Secretary shall distribute to each county and city the
24 amount it received the previous year under this subsection."

1 Sec. 2. This act is effective upon ratification.