GENERAL ASSEMBLY OF NORTH CAROLINA SESSION 2007

SENATE BILL 1240

Short Title: Sales Tax Exemption for Baked Goods. (Public) Senators Kerr, Hoyle; and Berger of Rockingham. Sponsors: Referred to: Finance. March 26, 2007 A BILL TO BE ENTITLED AN ACT TO ENSURE THAT ALL BREAD SOLD AT A BAKERY THRIFT STORE IS TAXED AT THE SAME SALES TAX RATE. The General Assembly of North Carolina enacts: **SECTION 1.** G.S. 105-164.13 is amended by adding a new subdivision to read: "(27a) Bread, rolls, and buns sold at a bakery thrift store. A 'bakery thrift store' is a retail outlet of a bakery that sells at wholesale over ninety percent (90%) of the items it makes and sells at the retail outlet day-old bread, rolls, and buns returned to it by retailers that acquired these items from the bakery." SECTION 2. G.S. 105-467(a) is amended by adding a new subdivision to read: "(5a) The sales price of bread, rolls, and buns that are sold at a bakery thrift store and are exempt from State tax under G.S. 105-164.13(27a)."

16 **SECTION 3.** This act becomes effective July 1, 2007, and applies to sales 17 made on or after that date.

1

2

3

4

5

6

7

8

9 10

11

12 13

14

15

1