

**GENERAL ASSEMBLY OF NORTH CAROLINA
SESSION 2001**

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HOUSE BILL 184

Short Title: Make Car Tax Progressive. (Public)

Sponsors: Representatives Edwards; Allen, Cox, Goodwin, Luebke, Insko, and Weiss.

Referred to: Finance.

February 21, 2001

A BILL TO BE ENTITLED

1 AN ACT TO REMOVE THE HIGHWAY USE TAX LOOPHOLE FOR LUXURY
2 AUTOMOBILES.
3

4 The General Assembly of North Carolina enacts:

5 **SECTION 1.** G.S. 105-187.3(a) reads as rewritten:

6 "(a) Amount. – The rate of the use tax imposed by this Article is three percent
7 (3%) of the retail value of a motor vehicle for which a certificate of title is issued. The
8 tax is payable as provided in G.S. 105-187.4. The tax may not be more than one
9 thousand dollars (\$1,000) for each certificate of title issued for a Class A or Class B
10 motor vehicle that is a commercial motor vehicle, as defined in G.S. 20-4.01. ~~The tax
11 may not be more than one thousand five hundred dollars (\$1,500) for each certificate of
12 title issued for any other motor vehicle.~~"

13 **SECTION 2.** This act becomes effective July 1, 2001, and applies to
14 certificates of title issued on or after that date.