

GENERAL ASSEMBLY OF NORTH CAROLINA
SESSION 2007

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HOUSE BILL 1112
Committee Substitute Favorable 4/17/07

Short Title: Adjust Matthews Motor Vehicle Tax.

(Local)

Sponsors:

Referred to:

March 28, 2007

A BILL TO BE ENTITLED

1
2 AN ACT TO AUTHORIZE THE TOWN OF MATTHEWS TO USE PROCEEDS
3 FROM THE MOTOR VEHICLE TAX, ASSESSED PURSUANT TO G.S. 20-97,
4 FOR ROAD CONSTRUCTION, MAINTENANCE, AND REPAIR, INCLUDING
5 SIDEWALKS, OR FOR PUBLIC MASS TRANSIT SYSTEMS AND MASS
6 TRANSIT-RELATED ACTIVITIES.

7 The General Assembly of North Carolina enacts:

8 **SECTION 1.** G.S. 20-97(a), as applicable to the Town of Matthews under
9 S.L. 1985-1009, S.L. 1991- 209, and S.L. 1993-345, reads as rewritten:

10 "(a) All taxes levied under the provisions of this Article are intended as
11 compensatory taxes for the use and privileges of the public highways of this State, and
12 shall be paid by the Commissioner to the State Treasurer, to be credited by him to the
13 State Highway Fund; and no county or municipality shall levy any license or privilege
14 tax upon any motor vehicle licensed by the State of North Carolina, except that cities
15 and towns other than the City of Durham may levy not more than thirty dollars (\$30.00)
16 per year upon any vehicle resident therein, and except that the City of Durham may levy
17 not more than one dollar (\$1.00) per year upon any vehicle resident therein. Provided,
18 further, that cities and towns may levy, in addition to the amounts hereinabove provided
19 for, a sum not to exceed fifteen dollars (\$15.00) per year upon each vehicle operated in
20 such city or town as a taxicab. Provided, further that any tax levied in excess of twenty
21 dollars (\$20.00) per year per vehicle by the City of Charlotte ~~and any tax levied in~~
22 ~~excess of five dollars (\$5.00) per year per vehicle by the Town of Matthews~~ shall be
23 dedicated to and may be expended only for public mass transit systems and mass
24 transit-related activities."

25 **SECTION 2.** G.S. 20-97(b) reads as rewritten:

26 "(b) General Municipal Vehicle Tax. – Cities and towns may levy a tax of not
27 more than ~~five dollars (\$5.00)~~ thirty dollars (\$30.00) per year upon any vehicle resident
28 in the city or town. The proceeds of the tax may be used for ~~any lawful purpose~~ road

1 construction, maintenance, and repair, including sidewalks, or for public mass transit
2 systems and mass transit-related activities."

3 **SECTION 3.** This act applies to the Town of Matthews only.

4 **SECTION 4.** This act is effective for taxes imposed for taxable years
5 beginning on or after July 1, 2007.