

**GENERAL ASSEMBLY OF NORTH CAROLINA  
SESSION 2003**

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**HOUSE BILL 168\***

Short Title: One-Time Rental Car Tax Election Exception.

(Public)

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Sponsors: Representative Cole.

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Referred to: Finance.

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March 3, 2003

A BILL TO BE ENTITLED

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2 AN ACT TO ALLOW A RETAILER THAT LEASES MOTOR VEHICLES AND  
3 THAT HAS PAID THE HIGHWAY USE TAX ON THE MOTOR VEHICLES TO  
4 PAY AN ADDITIONAL GROSS RECEIPTS TAX ON THE MOTOR VEHICLES.

5 The General Assembly of North Carolina enacts:

6 **SECTION 1.** Notwithstanding the provisions of G.S. 105-187.5 to the  
7 contrary, a retailer that leases or rents motor vehicles and that has paid the tax on the  
8 motor vehicles imposed pursuant to G.S. 105-187.3 may elect to pay the tax imposed  
9 pursuant to G.S. 105-187.5 in addition to the taxes previously paid. This election must  
10 be submitted to the Division of Motor Vehicles and Secretary of Revenue in writing and  
11 must specifically identify the motor vehicles to which the election applies, the date upon  
12 which the retailer will begin to collect the additional taxes, and any additional  
13 information needed to collect the tax. An election made under this act is irrevocable  
14 and does not relieve the taxpayer of liability for a tax previously imposed. An election  
15 under this act must be made prior to July 1, 2003.

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