

GENERAL ASSEMBLY OF NORTH CAROLINA
SESSION 2017

H.B. 522
Mar 29, 2017
HOUSE PRINCIPAL CLERK

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HOUSE BILL DRH50039-RB-4A* (02/09)

Short Title: Change the LOST Adjustment Factor. (Public)

Sponsors: Representative Lewis.

Referred to:

1 A BILL TO BE ENTITLED
2 AN ACT TO CHANGE THE LOCAL OPTION SALES TAX (LOST) ADJUSTMENT
3 FACTOR TO ONE THAT VARIES BY ECONOMIC DEVELOPMENT TIERS.

4 The General Assembly of North Carolina enacts:

5 SECTION 1. G.S. 105-486(b) reads as rewritten:

6 "(b) Adjustment. – The Secretary shall then adjust the amount allocated to each county
7 under subsection (a) by multiplying the amount by the appropriate adjustment factor set out in
8 the table below. The adjustment factor is based on the development tier designation of the
9 county under G.S. 143B-437.08. The development tier designation of a county is effective for
10 the fiscal year following the designation. If, after applying the adjustment factors, the resulting
11 total of the amounts allocated is greater or lesser than the net proceeds to be distributed, the
12 amount allocated to each county shall be proportionally adjusted to eliminate the excess or
13 shortage.

<u>CountyArea Development Tier</u>	<u>Adjustment Factor</u>
<u>Development tier one</u>	<u>1.10</u>
<u>Development tier two</u>	<u>1.00</u>
<u>Development tier three</u>	<u>0.90</u>
Dare	1.49
Brunswick	1.17
Orange	1.15
Carteret and Durham	1.14
Avery	1.12
Moore	1.11
Transylvania	1.10
Chowan, McDowell, and Richmond	1.09
Pitt and New Hanover	1.07
Beaufort, Perquimans, Buncombe, and Watauga	1.06
Cabarrus, Jackson, and Surry	1.05
Alleghany, Bladen, Robeson, Washington, Craven, Henderson, Onslow, and Vance	1.04
Gaston, Granville, and Martin	1.03
Alamance, Burke, Caldwell, Chatham, Duplin, Edgecombe, Haywood, Swain, and Wilkes	1.02
Hertford, Union, Stokes, Yancey, Halifax, Rockingham, and Cleveland	1.01
Alexander, Anson, Johnston, Northampton, Pasquotank, Person,	1.00



1	Polk, and Yadkin	
2	Catawba, Harnett, Iredell, Pamlico, Pender, Randolph, Stanly, and	0.99
3	Tyrrell	
4	Cherokee, Cumberland, Davidson, Graham, Hyde, Macon,	0.98
5	Rutherford, Scotland, and Wilson	
6	Ashe, Bertie, Franklin, Hoke, Lincoln, Montgomery, and Warren	0.97
7	Wayne, Clay, Madison, Sampson, Wake, Lee, and Forsyth	0.96
8	Caswell, Gates, Mitchell, and Greene	0.95
9	Currituck and Guilford	0.94
10	Davie and Nash	0.93
11	Rowan and Camden	0.92
12	Jones	0.90
13	Mecklenburg	0.89
14	Lenoir	0.88
15	Columbus	0.81"

16 **SECTION 2.** This act becomes effective July 1, 2017, and applies to local option
17 sales taxes collected on or after that date and distributed to counties and cities on or after
18 September 1, 2017.