

**GENERAL ASSEMBLY OF NORTH CAROLINA
SESSION 2005**

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HOUSE BILL 1122

Short Title: Reduce Sales Tax on Funerals. (Public)

Sponsors: Representatives Rayfield; Brown, Faison, Pate, Setzer, and Wray.

Referred to: Finance.

April 6, 2005

1 A BILL TO BE ENTITLED
2 AN ACT TO REDUCE THE SALES AND USE TAX ON FUNERAL EXPENSES.
3 The General Assembly of North Carolina enacts:

4 **SECTION 1.** G.S. 105-164.13(18) reads as rewritten:

5 "(18) Funeral expenses, including coffins and caskets, not to exceed ~~one~~two
6 thousand five hundred dollars ~~(\$1,500)-(\$2,500)~~. All other funeral
7 expenses, including gross receipts for services rendered, ~~shall be~~are
8 taxable at the general rate of tax set in G.S. 105-164.4. However,
9 'services rendered' ~~shall~~does not include those services ~~which~~that have
10 been taxed pursuant to G.S. 105-164.4(4), or ~~to~~ those services
11 performed by any beautician, cosmetologist, hairdresser or barber
12 employed by or at the specific direction of the family or personal
13 representative of a ~~deceased; and~~deceased. In addition, 'funeral
14 expenses' and 'services rendered' ~~shall~~do not include death certificates
15 procured by or at the specific direction of the family or personal
16 representative of a deceased. ~~Where~~When coffins, ~~easkets~~caskets, or
17 vaults are purchased direct and a separate charge is paid for services,
18 the provisions of this subdivision ~~shall~~ apply to the total for both."

19 **SECTION 2.** This act becomes effective July 1, 2005, and applies to sales
20 made on or after that date.