

**GENERAL ASSEMBLY OF NORTH CAROLINA
SESSION 2005**

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**SENATE BILL 407
Finance Committee Substitute Adopted 5/12/05
House Committee Substitute Favorable 6/14/05**

Short Title: Cabarrus Local Acts.

(Local)

Sponsors:

Referred to:

March 7, 2005

A BILL TO BE ENTITLED

1 AN ACT TO AUTHORIZE AN INCREASE IN THE VEHICLE TAX IN
2 MUNICIPALITIES LOCATED WHOLLY OR PARTLY IN CABARRUS
3 COUNTY AND TO EXTEND A MORATORIUM ON ANNEXATIONS INTO
4 THE COUNTY OF CABARRUS BY MUNICIPALITIES LOCATED
5 PRIMARILY OUTSIDE THE COUNTY.
6

7 The General Assembly of North Carolina enacts:

8 **SECTION 1.(a)** G.S. 20-97(b) reads as rewritten:

9 "(b) General Municipal Vehicle Tax. – Cities and towns may levy a tax of not
10 more than ~~five dollars (\$5.00)~~ twenty dollars (\$20.00) per year upon any vehicle
11 resident in the city or town. The proceeds of the tax may be used for any lawful
12 purpose."

13 **SECTION 1.(b)** This section applies only to municipalities located wholly
14 or partially in Cabarrus County. Any funds generated by a tax of over five dollars
15 (\$5.00) under this section shall be placed into a separate fund for transportation uses
16 within the municipality and shall not be expended for any other purpose.

17 **SECTION 2.** Section 3 of S.L. 2003-326 reads as rewritten:

18 "**SECTION 3.** Section 1 of this act is effective when it becomes law and expires
19 June 30, ~~2005~~ 2006. The remainder of this act is effective when it becomes law."

20 **SECTION 3.** This act is effective when it becomes law.