

**GENERAL ASSEMBLY OF NORTH CAROLINA
SESSION 2007**

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**SENATE BILL 1657*
Corrected Copy 5/21/08**

Short Title: Prohibit Tax on Interior Design Services. (Public)

Sponsors: Senators Snow, Nesbitt, Queen; Allran, Apodaca, Atwater, Berger of Franklin, Blake, Boseman, Brown, Brunstetter, Cowell, East, Forrester, Goss, Jacumin, Preston, Purcell, Rand, Stevens, and Tillman.

Referred to: Finance.

May 20, 2008

A BILL TO BE ENTITLED

1
2 AN ACT TO REVERSE THE INTERPRETATION OF THE DEPARTMENT OF
3 REVENUE CONCERNING THE IMPOSITION OF SALES TAX ON INTERIOR
4 DESIGN SERVICES PROVIDED IN CONJUNCTION WITH THE SALE OF
5 TANGIBLE PERSONAL PROPERTY.

6 The General Assembly of North Carolina enacts:

7 **SECTION 1.** G.S. 105-164.13 is amended by adding a new subdivision to
8 read:

9 "**§ 105-164.13. Retail sales and use tax.**

10 The sale at retail and the use, storage, or consumption in this State of the following
11 tangible personal property and services are specifically exempted from the tax imposed
12 by this Article:

13 ...

14 (58) Interior design services provided in conjunction with the sale of
15 tangible personal property."

16 **SECTION 2.** This act becomes effective July 1, 2008, and applies to sales
17 made on or after that date.