

**These tables were created by the Fiscal Research Division, a nonpartisan central staff division serving all members of the North Carolina House of Representatives and State Senate.**

### North Carolina Local Sales Tax Articles As Authorized in G.S. Chapter 105

Feature	Article 39	Article 40	Article 42	Article 43	Article 46
Year Enacted	1969	1983	1986	1997	2007
Tax Basics	1¢ distributed point of sale	½¢ distributed per capita.	½¢ distributed point of sale.	¼¢ or ½¢ * dist. point of sale	¼¢ distributed point of sale.
Restrictions on Use of Proceeds	No	Counties must put 30% to school capital.	Counties must put 60% to school capital.	100% to Transit	No
Proceeds Shared With Cities	Yes	Yes	Yes	If a city runs a transit system.	No
Affected by G.S. 105-486 Adjustment Factors, Enacted 1987	No	Yes	Only for grocery sales.	No	No
Affected by G.S. 105-524 Redistribution, Enacted 2015	Yes	Yes	Yes	No	No
Counties Levying	100 counties	100 counties	100 counties	4 counties	46 counties

\* Articles 39-46 of NCGS 105 allow North Carolina counties to levy local sales and use taxes of up to 2.75%, in addition to the State's 4.75% sales and use taxes. Under the Article 43 Transit Tax, 94 counties are authorized to levy ¼ ¢; Durham, Forsyth, Guilford, Mecklenburg, Orange, & Wake are authorized to levy ½ ¢.

### Sales and Use Tax Rates Across North Carolina Counties

Tax Rate	County							
<b>6.75% Total:</b>	Alamance	Camden	Dare	Hyde	Nash	Richmond	Warren	
4.75% State	Alleghany	Carteret	Davie	Iredell	Northampton	Scotland	Washington	
1.00% Art. 39	Avery	Caswell	Franklin	Johnston	Pamlico	Stokes	Watauga	
0.50% Art. 40	Beaufort	Chowan	Gates	Lenoir	Pender	Transylvania	Wayne	
0.50% Art. 42	Bladen	Cleveland	Granville	Macon	Perquimans	Tyrrell	Wilson	
	Brunswick	Columbus	Guilford	McDowell	Person	Union	Yadkin	
	Burke	Craven	Henderson	Mitchell	Polk	Vance	Yancey	
	Caldwell	Currituck	Hoke					
<b>7.00% Total:</b>	Alexander	Chatham	Forsyth	Haywood	Madison	Pasquotank	Rutherford	
4.75% State	Anson	Cherokee	Gaston	Hertford	Martin	Pitt	Sampson	
1.00% Art. 39	Ashe	Clay	Graham	Jackson	Montgomery	Randolph	Stanly	
0.50% Art. 40	Bertie	Cumberland	Greene	Jones	Moore	Robeson	Surry	
0.50% Art. 42	Buncombe	Davidson	Halifax	Lee	New Hanover	Rockingham	Swain	
0.25% Art. 46	Cabarrus	Duplin	Harnett	Lincoln	Onslow	Rowan	Wilkes	
	Catawba	Edgecombe						
<b>7.25% Total:</b>	Mecklenburg	Wake						
4.75% State								
2.50% ----->	1% Art. 39 + 0.5% Art. 40 + 0.5% Art. 42 + 0.5% Art. 43							
<b>7.50% Total:</b>	Durham	Orange						
4.75% State								
2.75% ----->	1% Art. 39 + 0.5% Art. 40 + 0.5% Art. 42 + 0.5% Art. 43 + 0.25% Art. 46							

Source: North Carolina Department of Revenue

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