



# FISCAL RESEARCH DIVISION

A Staff Agency of the North Carolina General Assembly

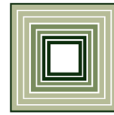
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## North Carolina Local Sales Tax Articles as Authorized in G.S. Chapter 105 and S.L. 2025-39

Feature	Article 39	Article 40	Article 42	Article 43	Article 46	S.L. 2025-39 (Part IV) <sup>1</sup>
Year Enacted	1969	1983	1986	1997	2007	2025
Tax Basics	1¢ distributed point of sale	½¢ distributed per capita	½¢ distributed point of sale	¼¢ or ½¢ <sup>2</sup> dist. point of sale	¼¢ distributed point of sale	1¢
Restrictions on Use of Proceeds	No	Counties must use 30% for school capital	Counties must use 60% for school capital	100% to Public Transp.	No	40% to Municipal roads; 60% for public transp., including micro transit services
Proceeds Shared with Cities	Yes	Yes	Yes	If a city runs a Public Transp. system	No	Yes
Affected by G.S. 105-486 Adjustment Factors, Enacted 1987	No	Yes	Only for grocery sales	No	No	No
Affected by G.S. 105-524 Redistribution, Enacted 2015	Yes	Yes	Yes	No	No	No
Counties Levying	100 counties	100 counties	100 counties	4 counties	48 counties	1 county

<sup>1</sup> S.L. 2025-39 authorized only Mecklenburg County to levy a 1% sales and use tax, the proceeds of which are to be used for transportation purposes specified in the authorizing legislation.

<sup>2</sup> 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 ¢.



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## Sales and Use Tax Rates Across North Carolina Counties

Tax Rate	County							
<b>6.75% Total:</b>	Alamance	Carteret	Davie	Iredell	Pamlico	Transylvania	Yadkin	
4.75% State	Avery	Caswell	Franklin	Johnston	Pender	Tyrrell	Yancey	
1.00% Art. 39	Beaufort	Chowan	Gates	Lenoir	Perquimans	Union		
0.50% Art. 40	Bladen	Cleveland	Granville	Macon	Person	Vance		
0.50% Art. 42	Brunswick	Columbus	Guilford	McDowell	Polk	Warren		
	Burke	Craven	Henderson	Mitchell	Richmond	Watauga		
	Caldwell	Currituck	Hoke	Nash	Scotland	Wayne		
	Camden	Dare	Hyde	Northampton	Stokes	Wilson		(50 counties)
<b>7.00% Total:</b>	Alexander	Catawba	Edgecombe	Haywood	Martin	Randolph	Surry	
4.75% State	Alleghany	Chatham	Forsyth	Hertford	Montgomery	Robeson	Swain	
1.00% Art. 39	Anson	Cherokee	Gaston	Jackson	Moore	Rockingham	Washington	
0.50% Art. 40	Ashe	Clay	Graham	Jones	New Hanover	Rowan	Wilkes	
0.50% Art. 42	Bertie	Cumberland	Greene	Lee	Onslow	Rutherford		
0.25% Art. 46	Buncombe	Davidson	Halifax	Lincoln	Pasquotank	Sampson		
	Cabarrus	Duplin	Harnett	Madison	Pitt	Stanly		(46 counties)
<b>7.25% Total:</b>	Wake							
4.75% State								
2.50% ---->	1% Art. 39 + 0.5% Art. 40 + 0.5% Art. 42 + 0.5% Art. 43							(1 county)
<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							(2 counties)
<b>8.25% Total:</b>	Mecklenburg							
4.75% State								
3.50% ---->	1% Art. 39 + 0.5% Art. 40 + 0.5% Art. 42 + 0.5% Art. 43 + 1.0% S.L. 2025-39							(1 county)

Source: North Carolina Department of Revenue



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### Local Option Sales Tax Rates by County

- Articles 39, 40, & 42 (2%)-50 Counties
- Articles 39, 40, 42, & 46 (2.25%)-46 Counties
- Articles 39, 40, 42, & 43 (2.5%)-2 Counties
- Articles 39, 40, 42, 43, & 46 (2.75%)-2 Counties

