

TABLE 62. SUMMARY OF LOCAL GOVERNMENT TAX AND REIMBURSEMENT REVENUES BY TYPE

| Fiscal year | County revenues | | | | Municipal revenues | | | | District & township (general property tax only) [\$] | Total [\$] |
|--------------|---------------------------|------------------------------------|---|---------------|---------------------------|--|---|---------------|--|----------------|
| | Locally levied taxes [\$] | Shares of State administered taxes | State aid (reimbursements for lost revenue) ** [\$] | Total [\$] | Locally levied taxes [\$] | Shares of State administered taxes (includes Powell Bill allocations) [\$] | State aid (reimbursements for lost revenue) ** [\$] | Total [\$] | | |
| 1998-99..... | 4,050,480,302 | 19,450,697 | 232,373,022 | 4,302,304,021 | 1,659,774,139 | 299,610,929 | 103,808,487 | 2,063,193,555 | 157,015,030 | 6,522,512,606 |
| 1999-00..... | 4,395,746,080 | 17,531,252 | 230,052,765 | 4,643,330,097 | 1,785,013,240 | 319,801,895 | 103,391,217 | 2,208,206,352 | 166,556,623 | 7,018,093,073 |
| 2000-01..... | 4,701,179,354 | 18,362,401 | 166,576,739 | 4,886,118,494 | 1,904,870,342 | 343,625,267 | 71,780,200 | 2,320,275,809 | 181,650,186 | 7,388,044,489 |
| 2001-02..... | 5,029,681,093 | 9,496,003 | 224,574,490 | 5,263,751,586 | 1,997,207,392 | 242,059,024 | 100,978,740 | 2,340,245,156 | 217,381,995 | 7,821,378,737 |
| 2002-03..... | 5,301,517,871 | 19,980,190 | - | 5,321,498,061 | 2,109,307,984 | 352,441,742 | - | 2,461,749,726 | 229,320,412 | 8,012,568,199 |
| 2003-04..... | 5,795,726,473 | 20,819,367 | 20,730,041 | 5,837,275,881 | 2,281,875,220 | 344,482,451 | 18,102,442 | 2,644,460,113 | 243,813,926 | 8,725,549,920 |
| 2004-05..... | 6,165,701,659 | 22,239,587 | 14,855,944 | 6,202,797,190 | 2,443,018,561 | 366,716,223 | 14,157,460 | 2,823,892,244 | 261,001,236 | 9,287,690,670 |
| 2005-06..... | 6,634,414,661 | 22,646,065 | 9,188,605 | 6,666,249,331 | 2,586,579,533 | 372,998,794 | 11,211,914 | 2,970,790,241 | 273,731,036 | 9,910,770,608 |
| 2006-07..... | 7,113,607,579 | 28,381,533 | 4,021,523 | 7,146,010,635 | 2,827,861,156 | 403,267,060 | 10,070,276 | 3,241,198,492 | 276,566,962 | 10,663,776,089 |
| 2007-08..... | 7,570,458,575 | 48,134,729 | 21,538,871 | 7,640,132,175 | 2,970,005,171 | 482,189,695 | 8,047,673 | 3,460,242,539 | 300,931,085 | 11,401,305,799 |
| 2008-09..... | 7,741,837,788 | 51,237,219 | 8,601,835 | 7,801,676,842 | 3,117,605,940 | 495,206,852 | 8,163,255 | 3,620,976,047 | 320,456,031 | 11,743,108,920 |
| 2009-10..... | 7,480,297,495 | 44,960,194 | 18,357,831 | 7,543,615,519 | 3,111,025,280 | 478,370,868 | 12,515,129 | 3,601,911,276 | 333,216,789 | 11,478,743,585 |
| 2010-11..... | 7,458,865,729 | 55,938,570 | 38,046,723 | 7,552,851,022 | 3,164,713,691 | 493,116,745 | 13,250,049 | 3,671,080,484 | 333,317,863 | 11,557,249,369 |
| 2011-12..... | 7,820,282,107 | 55,248,371 | 54,389,684 | 7,929,920,162 | 3,357,309,026 | 497,003,239 | 11,958,645 | 3,866,270,910 | 351,218,436 | 12,147,409,508 |
| 2012-13..... | 7,932,441,781 | 54,257,266 | 54,664,817 | 8,041,363,863 | 3,373,522,961 | 506,685,871 | 10,052,601 | 3,890,261,433 | 360,983,135 | 12,292,608,432 |

Detail may not add to totals due to rounding. Information compiled from source data provided by the NCDOR Local Government Division and NCDST Municipal Financial Information for fiscal year 2011-2012.

The table reflects amounts actually paid to local governments; excluded are Federal Aid, Federal Revenue Sharing Grants, and any allocated amounts retained by the State to be deposited into special funds or due to budgetary shortfall.

Locally levied taxes include:

County revenues: general property tax, license, local land transfer, occupancy, meals taxes, excise stamp tax on conveyances, and sales and use taxes.

Municipal revenues: general property tax, license, occupancy, meals taxes, and sales and use taxes.

Shares of State administered taxes include:

County revenues: scrap tire, white goods, and beverage taxes; utility franchise*, piped natural gas excise*, telecommunications*, taxes imposed on video programming services+ (effective 2006-07), and solid waste disposal tax (effective 2008-09).

Municipal revenues: utility franchise, piped natural gas excise, beverage, telecommunications, and the Powell Bill allocation of motor fuel taxes; taxes imposed on video programming services+ (effective 2006-07); solid waste disposal tax (effective 2008-09).

*HB 787 (SL 2005-433, s.10(a)) authorized counties meeting certain requirements to receive a share of the distributable proceeds of utility franchise tax, piped natural gas excise tax, and telecommunications tax. An eligible county must contain either no incorporated areas or one incorporated municipality consisting of less than 100 acres within the county with land area primarily located in another county. Beginning in 2006-07, Camden County received a share of the distributable proceeds as a result of the legislation.

+Effective **January 1, 2007**, cable television franchise taxes paid by cable service providers to local governments were repealed; concurrently, legislation authorized a payment from the State to local governments as replacement for the taxing authority. § 105-164.44I authorizes a quarterly distribution to counties and municipalities of portions of the State sales taxes imposed on telecommunications and video programming services. Due to the January 1, 2007 effective date of the legislation, local governments received a single quarterly distribution during fiscal year 2006-07. The initial distribution in June 2007 was based on tax collections for the quarter ended March 31, 2007.

****Repeal of local reimbursements and revenue replacement option** [§ 105-521]:

The 2001 General Assembly repealed local reimbursements effective **July 1, 2003**; the 2002 General Assembly advanced the date of the scheduled repeal to **July 1, 2002**.

A new Article 44 of Subchapter VIII, Chapter 105 granted counties the authority to impose an additional 1/2% local sales and use tax to replace revenue lost due to repeal of the reimbursements, and provided for a transitional local government hold harmless distribution initially scheduled to sunset in 2012.

[SB 402 (SL 2013-360, s.6.17(b)) extends this distribution with modified provisions to September 2013.]

Beginning with 2003-04, amounts shown include county and municipal receipts of the hold harmless distribution. Refer to *Table 64* for details.

****Chapter 323 of the 2007 Session Laws-Hold Harmless** [§ 105-523]:

Effective **October 1, 2007**, the State began assuming Medicaid responsibilities for the counties in exchange for eventual assumption of the 1/2% local sales tax rate (repeal of Article 44). For 2007-08 (the first of the three-year phase-in), the State assumed 25% of county funding for Medicaid costs while reducing ADM school facility allocations to the counties. Effective **October 1, 2008**, half of the 1/2% Article 44 levy (0.25%) was assumed by the State; effective **October 1, 2009**, the remaining 0.25% Article 44 rate was assumed by the State. The legislation included a hold harmless payment provision to assure that each county benefited by at least \$500,000 annually from the exchange of a portion of the local sales and use taxes for the State's agreement to assume the responsibility for the nonfederal, nonadministrative costs of Medicaid. Refer to *Table 64* for details.