

**TABLE 17B. STATE SALES AND USE TAX: ELECTRICITY, TELECOMMUNICATIONS, AND VIDEO PROGRAMMING SERVICES
NET COLLECTIONS AND DISTRIBUTABLE PROCEEDS FOR 2010-2011
[§ 105 ARTICLE 5.]**

Collections source	Rate [%]	Base/ tax structure	Net collections and local shares [based on July-June collections]							
			Electricity		Telecommunications		Video Programming			
			§ 105-164.4(a)(1f), (1j), (4a)		§ 105-164.4(a)(4c)		§ 105-164.4(a)(6)			
			Net collections	Local share	Net collections	Local share	Cable		Direct-to-home satellite	
[\$]	[\$]	[\$]	[\$]	Net collections	Local share	Net collections	Local share			
Electric power	3	Gross receipts derived from sales of electricity to consumers other than to farmers, manufacturers, and commercial laundries and dry cleaners are subject to a 3% rate. Sales of electricity to manufacturers/farmers for qualifying purposes are exempt for transactions on/after July 1, 2010; sales of electricity to commercial laundries and pressing and dry cleaning establishments are subject to a 2.83% rate.	287,453,801 [reflects 3%, 2.83% rates]	[State retains proceeds]	-----	-----	-----	-----	-----	-----
Telecommunications	8*	Combined general rate applicable to gross receipts from providing telephone service (includes local, interstate, intrastate, toll, private telecommunications, mobile telecommunications services, and ancillary services). An amount equal to 18.70% (16.36%)* of net collections less a freeze deduction adjustment is allocated to eligible municipalities based on a formula. [See note on authorized county participation.] In addition, effective for taxes collected on/after January 1, 2007, an amount equal to 7.7% (6.74%)* of net collections (less supplemental PEG support) is allocated to counties and municipalities to partially replace repealed local cable television franchise taxes.	-----	-----	480,153,609	70,962,527	-----	-----	-----	-----
						32,534,271				
						1,015,027 [PEG channel support]				
Video Programming	8*	Combined general rate applicable to gross receipts from providing video programming services (cable and direct-to-home satellite) In addition, effective for taxes collected on/after January 1, 2007, amounts equal to 37.1% (32.46%)* of satellite and 23.6% (20.65%)* of cable net collections (less supplemental PEG support) are allocated to counties and municipalities to partially replace repealed local cable television franchise taxes.	-----	-----	-----	-----	105,600,043	21,917,102	78,530,146	25,650,529
								682,561 [PEG channel support]		802,412 [PEG channel support]
Totals			287,453,801	-----	480,153,609	104,511,825	105,600,043	22,599,663	78,530,146	26,452,942

Note: Gross receipts of electric power companies derived from furnishing power, electricity, electric lights, or current are also subject to the franchise tax. (Refer to Table 17A.)

*SL 2009-451 temporarily increased the State general sales and use tax rate by 1% (scheduled to expire July 1, 2011); the combined general rate increased from 7.0% to 8.0%. Concurrent with the increase in the combined general rate, the local distributable share percentages were reduced as indicated in parentheses. Distributable shares of tax collections for the period July 2010 through March 2011 were based on the reduced percentages; distributable shares of tax collections for the April 2011 through June 2011 quarter were based on the increased percentages associated with the 7.0% rate.

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. Previously, only municipal governments participated in the distribution. 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.