

TABLE 43. DRY-CLEANING SOLVENT TAX COLLECTIONS
[G.S. 105 ARTICLE 5D.]

Fiscal year	Gross tax collections [\$]	Refunds [\$]	Net collections before transfers [\$]
1997-98.	468,683	-	468,683
1998-99.	877,437	7,224	870,213
1999-00.	869,868	-	869,868
2000-01.	714,002	-	714,002
2001-02.	891,958	-	891,958
2002-03.	900,927	-	900,927
2003-04.	891,044	-	891,044
2004-05.	895,453	-	895,453
2005-06.	815,822	-	815,822

Detail may not add to totals due to rounding.

Dry-cleaning solvent tax rates and bases:

The dry-cleaning solvent tax, enacted in 1997, imposes a privilege tax on a dry-cleaning solvent retailer at a flat rate for each gallon of dry-cleaning solvent sold by the retailer to a dry-cleaning facility. The rate of tax is \$10 for each gallon of dry-cleaning solvent that is chlorine-based and \$1.35 for each gallon of dry-cleaning solvent that is hydrocarbon-based. The tax is scheduled to be repealed effective January 1, 2010.

Proceeds of the tax are deposited into the Dry-Cleaning Solvent Cleanup Fund.

Effective August 1, 2001, the rate for chlorine-based dry-cleaning solvent increased from \$5.85 per gallon to \$10 per gallon; the rate for hydrocarbon-based solvent increased from \$.80 to \$1.35.

TABLE 44. PIPED NATURAL GAS EXCISE TAX COLLECTIONS
[G.S. 105 ARTICLE 5E.]

Fiscal year	Gross tax collections [\$]	Refunds [\$]	Net collections before transfers [\$]	Distributions and Transfers				Year-over-year % change	
				Municipal share [\$]	Special Reserve Fund [\$]	OSBM Civil Penalty & Forfeiture Fund [\$]	Collections to General Fund [\$]	Gross collections	Amount to General Fund
1999-00.	48,965,167	4,063	48,961,104	21,245,968	-	-	27,715,136	-	-
2000-01.	65,165,433	-	65,165,433	27,952,436	-	-	37,212,997	33.09%	34.27%
2001-02.	65,324,778	257,719	65,067,059	7,953,531	16,163,604	-	40,949,924	0.24%	10.04%
2002-03.	65,875,332	2,568,268	63,307,065	26,453,663	-	-	36,853,402	0.84%	-10.00%
2003-04.	65,502,633	709,827	64,792,806	25,797,925	-	-	38,994,881	-0.57%	5.81%
2004-05.	62,084,042	1,526,029	60,558,013	25,476,410	-	-	35,081,603	-5.22%	-10.04%
2005-06.	58,507,317	185,898	58,321,419	24,639,745	-	27,406	33,654,268	-5.76%	-4.07%

Detail may not add to totals due to rounding.

Effective July 1, 1999, gross receipts from the sale of piped natural gas were exempted from the 3.22% franchise tax rate and the 3% sales and use tax rate and were made subject to the piped natural gas excise tax.

Piped natural gas excise tax rates and bases:

An excise tax is imposed on piped natural gas received for consumption in this State and is imposed in lieu of a sales and use tax and a percentage gross receipts tax on piped natural gas.

The tax rate is based on monthly therm volumes of piped natural gas received by the end-user of the gas.

<u>Monthly Volume of Therms</u>	<u>Rate Per Therm</u>
First 200	\$.047
201 to 15,000	.035
15,001 to 60,000	.024
60,001 to 500,000	.015
Over 500,000	.003

2001-02

The State retained \$16,163,604 of allocable municipal share funds due to the revenue shortfall.

TABLE 45. MANUFACTURING FUEL and CERTAIN MACHINERY and EQUIPMENT TAX COLLECTIONS
[G.S. 105 ARTICLE 5F.]

Fiscal year	Gross tax collections [\$]	Refunds [\$]	Net collections before transfers [\$]	OSBM Civil Penalty & Forfeiture Fund [\$]	Collections to General Fund [\$]
2005-06.	11,991,983	34,366	11,957,618	5,627	11,951,991

Detail may not add to totals due to rounding.

Effective January 1, 2006, transactions of certain machinery and equipment and manufacturing fuel were exempted from State sales and use taxes imposed on the seller and, concurrently, made subject to a privilege tax imposed on the purchaser. [Applicable tax rates remained unchanged.] Manufacturing machinery and equipment and recycling equipment are subject to a 1% tax rate with a maximum \$80 tax per article. Manufacturing fuel is subject to a 1% tax rate. [Refer to *Table 32* for collections information pertaining to transactions taxed at the State 1% sales and use tax rate.]