



North Carolina Department of Revenue

Pat McCrory
Governor

Lyons Gray
Secretary

July 30, 2013

Mr. Craig Johnson, Executive Director
Streamlined Sales Tax Governing Board, Inc.
100 Majestic Drive, Suite 400
Wesby, WI 54667-2003

Re: North Carolina 2013 Recertification of Compliance

Dear Mr. Johnson:

Pursuant to Section 803 of the Streamlined Sales and Use Tax Agreement ("Agreement"), on behalf of the State of North Carolina, I am certifying that North Carolina is in substantial compliance with the provisions of the Agreement except as noted herein. Included with this correspondence is North Carolina's Certificate of Compliance and Taxability Matrix, which reflect our laws through July 29, 2013. These documents will be posted on our website on or before August 1, 2013.

As of this letter, House Bill 14, Rev Laws Technical, Clarifying, & Admin. Chg., (2013 Legislation Session), was ratified on July 24, 2013 and president to Governor Pat McCrory on July 25, 2013 but has not been signed or become law. I do anticipate the bill becoming law in the very near future. Included in the bill are the following provisions:

- Section 23.(a) – Language to adopt definitions for “advertising and promotional direct mail” and “other direct mail.” As a result of the addition of the definitions, renumbering of existing statutory references for some definitions will happen and will require updates for purposes of the enclosed documents in the near future.
- Section 23.(c) – Language to clarify the sourcing provisions for “advertising and promotional direct mail” and “other direct mail,” and to codify language regarding relief from liability for sellers of direct mail.

If you have any questions regarding North Carolina's compliance, the attached documents, or the 2013 pending legislation, please contact Eric K. Wayne, Sales and Use Tax Director.

Sincerely,

A handwritten signature in cursive script that reads "Lyons Gray".

Lyons Gray
Secretary or Revenue

cc: Eric K. Wayne, Sales and Use Tax Director
Thomas L. Dixon, Assistant Secretary for Tax Administration