

E-589L

Certificate to Exempt Certain Purchases From Additional County Sales and Use Tax

Purpose: Only to be used as authorized by law when a local tax rate is increased

General Instructions

Only use this certificate if your purchase meets all of the following criteria:

- The item will be used to fulfill a real property contract.
- The sale is sourced to a county that increased the local tax rate.
- You bid or entered into the real property contract before the local tax rate increase.

Retailer shall keep a copy of this certificate for examination

Contractor – You must complete this form and keep a copy of the form, the real property contract, and evidence of bid or award date.

Retailer – You must keep a copy of this form. Once you receive the completed form, you are not required to charge the local tax rate selected in Part 3 for this purchase.

Part 1 – Contractor Information. Enter your information in the spaces provided.

Real Property Contractor (e.g. General Contractor or Subcontractor)

Address

City

State

Zip Code

Part 2 – Real Property Contract Information

Project Name

Date of Bid

Date of Contract

Project Address (where the work is to be performed)

City

State

Zip Code

Part 3 – Purchase Information

Name of seller from whom you are purchasing, leasing, or renting

Address (where the work is to be delivered)

City

State

Zip Code

Part 4 – Local Tax to Not Be Collected

Select the local tax rate that should not be collected on this sale because the increase occurred after you bid or entered into the real property contract.

☐ 0.25% County Rate

☐ 1.00% Additional County Rate

Part 5 – Certification of North Carolina Sales and Use Tax Paid

I certify that I have authority to execute this form on behalf of the contractor identified in Part I ("Executing Contractor").

I certify the information on this form is accurate and complete.

I understand that this certificate relieves the persons listed in Part 3 from liability for the local tax rate identified on Part 4 for this purchase. If additional tax is found to be due, I understand that I am liable for the tax, plus penalties and interest.

Signature of Authorized Person: _____ Title: _____ Date: _____