

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **HB 131** HLS 16RS 570

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Date: May 15, 2016	5:03 PM	Author: CONNICK
Dept./Agy.: Revenue		Analyst: Deborah Vivien
Subject: Centralized Collection Constitutional Amendment		

TAX/SALES & USE OR NO IMPACT GF EX See Note Page 1 of 1
(Constitutional Amendment) Authorizes the legislature to provide by law for the collection of all sales and use taxes imposed by any taxing authority in the state

Current law authorizes the levy and collection of certain state and local sales and use taxes based on rates and bases specific to certain taxing jurisdictions. For the most part, local jurisdictions collect their own taxes either separately or through a single collector at the local level.

Proposed law is an amendment to the Constitution authorizing the legislature to approve legislation (with a 2/3 vote requirement) establishing a centralized collector for all sales and use taxes levied in the state. If the state is the centralized collector, the funds may not be co-mingled with state funds, never be considered state property, and must be remitted promptly to the appropriate local authority. To be submitted to the electors at the statewide election to be held on November 8, 2016. Companion bill to HB 825

EXPENDITURES	2016-17	2017-18	2018-19	2019-20	2020-21	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

REVENUES	2016-17	2017-18	2018-19	2019-20	2020-21	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

EXPENDITURE EXPLANATION

There is no anticipated direct material effect on governmental expenditures as a result of this measure.

REVENUE EXPLANATION

This bill provides the Constitutional authority for legislation establishing state level collection of sales and use taxes levied by all taxing authorities in the state. Enabling legislation (HB 825 of this session) is required to provide for the implementation of centralized collection of local sales and use taxes. All fiscal impacts of this restructuring of tax collection are discussed in the fiscal note associated with the enabling legislation.

Senate Dual Referral Rules House

13.5.1 >= \$100,000 Annual Fiscal Cost {S&H}

6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}

13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H}

6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}

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