

HCS HB 64 -- SALES TAX HOLIDAY (Sutherland)

COMMITTEE OF ORIGIN: Ways and Means

This substitute extends the current state and local sales and use tax holiday for certain clothing, personal computers, and school supplies purchased for personal use during a three-day period each August. The substitute does not apply to retailers when less than 2% of their sales are for qualifying merchandise during the holiday. For the 2005 sales tax holiday, the ability for local governments to opt out of the holiday is limited to those that opted out in 2004. After the 2005 sales tax holiday, any political subdivision may adopt an ordinance or order to opt out of the holiday.

The substitute contains an emergency clause.

FISCAL NOTE: Estimated Effect on General Revenue Fund of an Income of \$0 to a Cost of Unknown in FY 2006, FY 2007, and FY 2008. Estimated Effect on Other State Funds of an Income of \$0 to a Cost of Unknown in FY 2006, FY 2007, and FY 2008.