Summary, House Bill 147, Excise Tax-Vendor Compensation

• The bill provides for a vendor allowance for those who pay by the 15th of the month, 15 days before the end of the month deadline allowed by the current law.

• If tax due is less than $6,250.00, the tax credit to be deducted from the sales tax payment is 1.95%. (sales of slightly over $1 million depending upon the county)

• If the tax due is more than $6,250.00, the credit is 1%.

• These credits are only taken from the state share of the sales tax revenue.

• The fiscal note of $7 million is the maximum amount that would not be remitted in sales tax if EVERY vendor remits by the 15th of the month.

• The credit will be deducted only from the state share of the sales tax.