

**BILL SUMMARY**  
2<sup>nd</sup> Session of the 54<sup>th</sup> Legislature

<b>Bill No.:</b>	<b>SB 862</b>
<b>Version:</b>	<b>CS</b>
<b>Request Number:</b>	<b>10759</b>
<b>Author:</b>	<b>Rep. Banz</b>
<b>Date:</b>	<b>4/7/2014</b>
<b>Impact:</b>	<b>Tax Commission:</b>
	<b>Sales Tax:</b>
	<b>FY-15 Decrease of \$193,000</b>
	<b>FY-16 Decrease of \$344,232</b>

**Research Analysis**

SB862 prohibits any person to compel another person to accept gold or silver coins except as agreed upon by contract.

The measure also removes the requirement that gold, silver, platinum, palladium or other precious metal items be stored within a recognized depository facility in order to be exempt from state sales tax.

Prepared By: Quyen Do

**Fiscal Analysis**

Sales Tax:

Based on Tax Commission remittance records an estimated \$309,523 is attributable to sales of gold, silver, palladium and other bullion (FY-13). Estimates for FY-15 approach \$330,992.

With a November 1, 2014 effective date, FY-15 sales tax collections are estimated to decrease by \$193,079 and, adjusted for growth, FY-16 collections would be reduced by \$344,232.

Prepared By: Mark Tygret

**Other Considerations**

None.