

**BILL SUMMARY**  
1<sup>st</sup> Session of the 56<sup>th</sup> Legislature

<b>Bill No.:</b>	<b>HB 2343</b>
<b>Version:</b>	<b>FULLPCS1</b>
<b>Request Number:</b>	<b>7609</b>
<b>Author:</b>	<b>Rep. Leslie Osborn</b>
<b>Date:</b>	<b>4/17/2017</b>
<b>Impact:</b>	<b>Tax Commission:</b>
	<b>FY-18 Revenue Increase: \$17.0 Million</b>

**Research Analysis**

HB2343 modifies the definition of *noncompliant taxpayer* to mean any taxpayer operating under a sales tax permit who fails to file two reports or remit tax dues for any 2 month within a twenty-four month period as required under the provisions of any tax law. The expanded definition would increase taxpayer compliance by extending the procedures for noncompliance currently used in the sales tax code to other tax types with the exception of income tax.

Prepared By: Quyen Do

**Fiscal Analysis**

The measure provides for extending the procedures for noncompliance currently used in the sales tax code to the payment of other taxes, including income withholding, mixed beverage gross receipts and certain vehicle rental taxes, all of which are collected on behalf of a taxpayer by the entity holding a sales tax permit. The provisions do not include income taxes which are paid by the entity. The Commission anticipates increased compliance for the types of taxes included.

Analysis offered by the Tax Commission indicates the revenue increase anticipated in FY-18 to be approximately \$17.0 million, which would be available for apportionment.

Prepared By: Mark Tygret

**Other Considerations**

None.