

**BILL SUMMARY**  
1<sup>st</sup> Session of the 60<sup>th</sup> Legislature

<b>Bill No.:</b>	<b>HB1201</b>
<b>Version:</b>	<b>SUMAMD1</b>
<b>Request Number:</b>	
<b>Author:</b>	<b>Rep. Maynard</b>
<b>Date:</b>	<b>2/24/2025</b>
<b>Impact:</b>	<b>FY-2026: -\$10,700,000.00</b>

**Research Analysis**

Pending

Prepared By: House Research Staff

**Fiscal Analysis**

**ESTIMATED REVENUE IMPACT:**

**FY26**

**State sales/use tax: an estimated decrease of \$10.7 million.**

**City/county sales/use tax: an estimated decrease of \$9.5 million.**

**ANALYSIS:** For purposes of compensating vendors for record maintenance and the timely filing and remittance of sales and use tax, the measure proposes to allow vendors to retain .5% percent of monthly sales/use taxes due, with a monthly cap of \$1,000.

Based upon Tax Commission records<sup>1</sup>, the measure will result in an estimated decrease of \$9 million in state sales tax revenues and \$1.7 million in state use tax revenues for FY26. The measure will also have an impact on local sales & use taxes and result in an estimated decrease of \$8 million in city/county sales tax revenues for FY26, along with an estimated decrease of \$1.5 million in city/county use tax revenues for FY26.

**ADMIN IMPACT & Concerns:** The measure will require system development, which is estimated to take about two months and a one-time administrative cost of \$60,000 in FY26. Due to the time needed for system development, full implementation may occur after the July 1 effective date of this proposal.

Prepared By: Mariah Searock, House Fiscal Staff

**Other Considerations**

None.