

STATEMENT OF PURPOSE

RS32206C1 / H0144

Currently individuals are required to get a sales tax permit, collect sales taxes and submit said taxes to the Idaho Tax Commission regardless of the volume of sales. This legislation eliminates the requirement to get a permit for sellers that have sales less than \$5,000 per year. During 2023, the Tax Commission issued 10,701 permits for individuals who had sales less than \$5,000 and only collected \$1.2 million dollars.

FISCAL NOTE

This legislation will save Idahoans more than \$1.2 million dollars. At the same time, this legislation will decrease the General Fund by less than \$1 million dollars. The Tax Commission will save significant time and resources by not having to issue, collect, process and manage more than 10,000 sales tax permits. This legislation does not request an FTP reduction at the Tax Commission because of the reduced work load.

Contact:

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DISCLAIMER: This statement of purpose and fiscal note are a mere attachment to this bill and prepared by a proponent of the bill. It is neither intended as an expression of legislative intent nor intended for any use outside of the legislative process, including judicial review (Joint Rule 18).