

SESSION OF 2004

SUPPLEMENTAL NOTE ON HOUSE BILL NO. 2648

As Amended by House Committee on
Taxation

Brief*

HB 2648, as amended, would require the suspension or revocation of vehicle dealers' licenses when such dealers are delinquent in sales or withholding taxes for three consecutive months.

Background

The original bill would have required that dealers' licenses be suspended or revoked when sales tax accounts were delinquent for three consecutive months. The House Taxation Committee amended the bill to add a similar requirement with respect to withholding taxes.

The issue of tax compliance by vehicle dealers was addressed in an April 2003, Legislative Post Audit.

A fiscal note indicated that the bill would likely have a positive but indeterminate impact on receipts.

Proponents included the Kansas Automobile Dealers' Association and the Department of Revenue.

*Supplemental notes are prepared by the Legislative Research Department and do not express legislative intent. The supplemental note and fiscal note for this bill may be accessed on the Internet at <http://www.kslegislature.org>