

MINUTES OF THE HOUSE TAXATION COMMITTEE

The meeting was called to order by Chairman John Edmonds at 9:00 a.m. on February 3, 2004 in Room 519-S of the Capitol.

All members were present except:

Representative Scott Schwab- excused
Representative Tom Sawyer- excused
Representative Vaughn Flora- excused

Committee staff present:

Chris Courtwright, Legislative Research Department
Martha Dorsey, Legislative Research Department
Gordon Self, Revisors of Statutes
Carol Doel, Committee Secretary

Conferees appearing before the committee:

Joan Wagnon, Secretary of Revenue
Rich Prem, Amazon.com
Burt Wagner,

Others attending:

See Attached List.

Chairman Edmonds opened the meeting for bill introductions.

Representative Larkins requested three bills.

1. A bill to increase the threshold for the requirement to file monthly sales tax returns from above \$1,600 in total sales tax liability in a calendar year to above \$3,200 in total sales tax liability in a calendar year,
2. A bill to propose a one-time sales tax credit not to exceed \$1000, which could be taken by a small business retailer as a deduction against collected state and local sales tax remitted with a retailer's sales tax return, for costs actually incurred and properly documented for the purchase of computer hardware or other equipment, computer software, or modification of computer software necessary for implementation of the destination-based sourcing rules enacted in 2003 House Bill 2005.
3. A bill to authorize the department of revenue to waive interest and penalties that would otherwise be due on additional local sales or use tax assessed against a retailer, when such additional liability is due to reasonable errors made by the retailer in attempting to implement the destination-based sourcing rules enacted in 2003 House Bill 2005

Hearing no objections, The Chairman accepted those three bills for introduction.

Representative O'Malley requested the introduction of two bills.

1. A bill to create a tax decrement district for flood plain mediation.
2. A bill to provide a 25% income tax credit not to exceed \$1000 for external maintenance on homes older than fifty years and valued under \$200,000.

With no objections, The Chairman accepted those two bills for introduction.

Chairman Edmonds requested the introduction of two bills.

1. A bill relating to property tax on antique cars.
2. A bill relating to fuel tax on vehicles that are manufactured prior to 1940 that rely on steam power.