

**SB 1106**

# LATE

## Department of Taxation

### Position Summary

Senate Committee on Ways & Means/March 4, 2009

Bill Number	Bill Title "Relating to..."	Position	Comments	Revenue Impact	Methodology
SB 1106 SD 1	TAXATION	Support Intent; Request Amendments Contained in SB 1230 SD 1	The Department suggests that the substance of the HARPTA amendments contained in SB 1230 SD 1 subsection (h) be adopted. The Department's provision requires the seller to obtain a tax clearance as to the specified tax matters.	Unknown revenue gains. This bill estimated a potential annual shortfall of \$1.3 million in withholding tax revenues by nonresident sellers of real property.	This bill estimated a potential annual shortfall of \$1.3 million in withholding tax revenues by nonresident sellers of real property. The requirement that nonresident sellers furnish a tax clearance to the bureau of conveyance will help eliminate that estimated shortfall from nonresident sellers of real property and may also increase other revenues due from TAT and GET. The Department will incur additional cost to process the tax clearance certificates for nonresident sellers.