

SB 1056 -- COMMUNITY IMPROVEMENT DISTRICTS SALES TAX

SPONSOR: Griesheimer (Sutherland)

COMMITTEE ACTION: Voted "do pass by consent" by the Committee on Ways and Means by a vote of 10 to 0.

Currently, a community improvement district may, by resolution, impose a sales tax at a rate of $\frac{1}{8}$, $\frac{1}{4}$, $\frac{3}{8}$, or $\frac{1}{2}$ of 1% or 1%. This bill allows the sales tax to be imposed in increments of one-eighth of 1%, up to a maximum of 1%.

FISCAL NOTE: No impact on state funds in FY 2007, FY 2008, and FY 2009.

PROPOSERS: Supporters say that the bill does not create a new tax, does not require a vote, and provides flexibility in requesting an increase.

Testifying for the bill was Representative Sutherland.

OPPOSERS: There was no opposition voiced to the committee.

Karla Strobel, Legislative Analyst