

SS SB 928 -- SALES TAX COLLECTIONS

This bill changes the laws regarding the collection of sales tax. In its main provisions, the bill:

(1) Clarifies that certain purchases made for resale are not to be considered as retail for sales and use tax purposes when the subsequent sale is taxed in the state or another state, is for resale, is excluded from tax, is subject to tax but is exempt, or is exempt in another state where the subsequent sale occurs;

(2) Clarifies that operators of amusement parks and places of entertainment or recreation, including games or athletic events, must charge sales taxes on the amount of gross receipts charged for admission, but any subsequent sale of the admissions or seating accommodations will not be subject to the taxes if it was an arms length transaction for fair market value with an unaffiliated entity and clarifies that operators of hotels, motels, taverns, restaurants, drugstores, dining cars, tourist camps, or similar businesses must charge sales taxes on the amount of gross receipts charged for all rooms, meals, and drinks furnished at the establishment, but any subsequent sale of those same rooms, meals, and drinks is exempt from sales and use taxes if it was an arms length transaction for fair market value with an unaffiliated entity; and

(3) Exempts from state and local sales and use taxes the sales of sporting clays, wobble, skeet, and trap targets to a shooting range or similar business for use in the normal course of business as well as moneys received by a shooting range or similar business from patrons which are held for redistribution to patrons at the conclusion of a shooting event.

The bill contains an emergency clause.