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State of Minnesota

HOUSE OF REPRESENTATIVES

A bill for an act

relating to taxation; sales and use; providing for a vendor allowance; amending

Minnesota Statutes 2018, section 297A.77, subdivision 3; proposing coding for

NINETY-FIRST SESSION

н. г. №. 2091

03/07/2019 Authored by

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Authored by Davids
The bill was read for the first time and referred to the Committee on Taxes

new law in Minnesota Statutes, chapter 297A.
BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:
Section 1. Minnesota Statutes 2018, section 297A.77, subdivision 3, is amended to read:
Subd. 3. Tax must be remitted. The tax collected by a retailer under this section, except
for the amount allowed to be retained by the seller under section 297A.816, must be remitted
to the commissioner as provided in chapter 289A and this chapter.
EFFECTIVE DATE. This section is effective for sales taxes remitted after June 30,
<u>2019.</u>
Sec. 2. [297A.816] VENDOR ALLOWANCE.
Subdivision 1. Eligibility. A retailer may retain a portion of sales tax collected as a
vendor allowance in compensation for the costs of collecting and administering the tax
under this chapter. This section applies only if the tax minus the vendor allowance is both
reported and remitted to the commissioner in a timely fashion as required under chapter
<u>289A.</u>
Subd. 2. Tax not eligible for allowance. Use taxes paid by the retailer on the retailer's
over manufactor and local color and are toward collected by the metallon are not included in
own purchases and local sales and use taxes collected by the retailer are not included in
calculating the vendor allowance under this section.

Sec. 2. 1

02/28/19 REVISOR EAP/NB 19-4121

2.1 reporting period, up to \$250. The vendor allowance must not reduce the tax owed in the

- 2.2 reporting period to less than zero.
- 2.3 **EFFECTIVE DATE.** This section is effective for sales taxes remitted after June 30,

2.4 <u>2019.</u>

Sec. 2. 2