



Ohio Legislative Service Commission

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Addendum to Fiscal Note for S.B. 208

Fiscal Effect of AM1273 In House Ways and Means October 26, 2015

Description: The amendment modifies the commercial activity tax (CAT) exclusion for receipts from the sale of certain consumer products within an integrated supply chain. The amendment changes the definition of "qualifying integrated supply chain receipts" to mean "receipts of a qualified integrated supply chain vendor from the sale of qualified property delivered to, or integrated supply chain services provided to another qualified integrated supply chain vendor or to a retailer that is a member of the integrated supply chain."

The amendment specifically states that qualifying integrated supply chain receipts do not include "receipts of a person that is not a qualified integrated supply chain vendor from the sale of raw materials to a member of an integrated supply chain, or receipts of a member of an integrated supply chain from the sale of qualified property or integrated supply chain services to a person that is not a member of the integrated supply chain."

Vendors benefitting from this CAT exclusion must have a certificate from the Tax Commissioner under the amendment. Each retailer, on or before October 1 of each year, must certify to the Tax Commissioner a list of the qualified integrated supply chain vendors providing or receiving integrated supply chain services within a qualified integrated supply chain district for the ensuing calendar year. On or before the following November 1, the Commissioner must issue a certificate to the retailer and to each vendor certified to the Commissioner on that list. The certificate must include the names of the retailer and of the qualified integrated supply chain vendors.

Fiscal effect: The amendment does not appear to change the fiscal effect of the provision already described in the bill. The language in the amendment likely reflects parameters of the original revenue estimate previously released by the Office of Budget and Management.