

Senate Ways and Means Committee

Sonja Caldwell 271-2117

HB 324-FN, relative to the administration of certain state taxes by the department of revenue administration.

Hearing Date: March 22, 2021

Members of the Committee Present: Senators Giuda, D'Allesandro, Daniels, Hennessey and Rosenwald

Members of the Committee Absent : None

Bill Analysis: This bill:

- I. Clarifies electronic filing of meals and rooms taxes.
- II. Excludes interest for the 30-day period after notice of assessment of state taxes for amounts paid within the 30-day period.
- III. Removes the consideration of weighted apportionment factors under the business profits tax from inclusion in the tax expenditure report.
- IV. Provides for conformity in business tax filing dates of non-profit corporations in this state with United States Internal Revenue Code filing dates.

This bill is a request of the department of revenue administration.

Sponsors:

Rep. Major

Rep. Almy

Rep. Ames

Who supports the bill: Carollynn Lear (NHDRA), Rep. Almy, Rep. Major, Richard DeMark, Nicole Fordey, Lucinda Hope, Ruth Larson

Who opposes the bill: No one

Who is neutral on the bill: No one

Summary of testimony presented:

Rep. Almy

- This bill was a request of the DRA.
- Section 2 changes references to “electronic data submission” to “electronically.”
- Currently, if a taxpayer is assessed further payment on his taxes, they would owe the interest from the first day the assessment goes out, which is unfair and unreasonable. This allows the DRA to exclude the interest up to 30 days after the notice of assessment has gone out.

- It removes the consideration of weighted apportionment factors under the business profits tax from inclusion in the tax expenditure account report. It was put in back when we went from 3 factor that was equally weighted to sales being double. They wanted to see how that worked so they put that report requirement in as something to look at. There is nothing to compare it with anymore, so this removes it.
- When the legislature made all the adjustments for moving partnerships to March and everyone else to April filing periods, it forgot the nonprofit corporations, which had to be moved into conformity, so this takes care of that.

Sen. Giuda asked if one of the clauses in this bill is impacted by HB281.

Rep. Almy said it shouldn't. It takes weighted apportionment factors out of the tax expenditure report but it's a different issue.

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Date Hearing Report completed: March 24, 2021