



Ohio Legislative Service Commission

Synopsis of House Committee Amendments*

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Am. S.B. 28

130th General Assembly
(H. Ways & Means)

Allows suppliers of a distribution center to qualify for the existing commercial activity tax exclusion for receipts from sales to a "qualified distribution center" if the center does not currently meet the exclusion requirements but expects to meet those requirements in three years.

Adjusts the penalties that an operator of a qualifying distribution must pay for qualified distribution receipts improperly excluded from the CAT base by suppliers. (Currently, the operator would be liable for the tax, interest, and penalties on the excluded receipts, but, under the bill, the operator would instead be subject to a flat penalty of \$500,000 for each year supplier receipts were improperly excluded.)

Requires the Tax Commissioner to notify a qualified distribution center's suppliers after an exemption certificate is issued to the center's operator and removes the obligation of the operator to notify such suppliers.