

SENATE, No. 2033

STATE OF NEW JERSEY

INTRODUCED MAY 8, 1997

By Senators McGREEVEY and SACCO

1 AN ACT allowing vendors to retain a percentage of the sales tax
2 collected, supplementing P.L.1966, c.30 (C.54:32B-1 et seq.).

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4 **BE IT ENACTED** *by the Senate and General Assembly of the State*
5 *of New Jersey:*

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7 1. The director shall allow to each person required to collect tax
8 under P.L.1966, c.30 (C.54:32B-1 et seq.), and who has complied
9 with all the provisions of the act, including any rules or regulations
10 made or adopted by the director, a discount of 1% of the tax collected
11 by such person, as consideration for collecting and promptly remitting
12 the same.

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14 2. This act shall take effect July 1 next following its enactment.

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STATEMENT

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19 This bill allows to persons required to collect sales taxes a discount
20 of 1% of the taxes collected as consideration for collecting and
21 promptly remitting the taxes. According to the American Retail
22 Federation, the cost of compliance with sales tax laws involves five
23 elements: collection, reporting, payment, auditing and miscellaneous.
24 These include item identification; point-of-sale (POS) equipment,
25 either purchase, rent or lease, and maintenance; POS programming;
26 training costs; paper work-bank deposits, store reports, tax filings,
27 accounting, etc. The States of New York, Pennsylvania and Maryland
28 allow for a retail discount for collecting state sales taxes.

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33 Allows vendors to retain 1% of sales tax collected as consideration for
34 collecting and promptly remitting the same.