

2025 HOUSE FINANCE AND TAXATION

HB 1428

2025 HOUSE STANDING COMMITTEE MINUTES

Finance and Taxation Committee Room JW327E, State Capitol

HB 1428
1/21/2025

Relating to a sales tax exemption for sales of used clothing by a thrift store of a nonprofit corporation; and to provide an effective date.

9:56 a.m. Chairman Headland opened the hearing.

Members Present: Chairman Headland, Representatives Anderson, Dockter, Dressler, Foss, Grueneich, Ista, Motschenbacher, Nehring, Olson, Steiner, Toman

Members Absent: Vice Chairman Hagert, Representative Porter

Discussion Topics:

- Affordability for low-income customers
- Clothing sales
- Community revenue

9:57 a.m. Representative Vetter, District 14, ND Legislative Assembly, introduced the bill and submitted testimony #30483.

10:00 a.m. Joy Ankenbauer, Board President, Kenmare Closet, in favor and submitted testimony #30377.

10:06 a.m. Bill Wocken, ND League of Cities, testified in opposition and submitted testimony #30495.

10:10 a.m. Chairman Headland closed the hearing.

Janae Pinks, Committee Clerk

Legislative Assembly

North Dakota House of Representatives

STATE CAPITOL
600 EAST BOULEVARD
BISMARCK, ND 58505-0360



Representative Steve Vetter

District 18
804 South 17th Street
Grand Forks, ND 58201-4241
smvetter@ndlegis.gov

COMMITTEES:

Judiciary (Vice Chair)
Government and Veterans Affairs

Chairman Headland and the Tax & Finance Committee,

My name is Steve Vetter, I represent district 18, eastern part of Grand Forks along the Red River. It has a little rural area going as far north as Manvel, ND.

This bill seeks to end sales tax on used clothing. That would mean no tax on clothing in thrift stores including for profit and non profit.

4 states have no tax on clothing. Montana, Delaware NH & OR

8 states have no tax on clothing but have exceptions to the rule.

MN,AL,NY,NJ,PA,MA,VT,RI

2 states have no tax on clothing on Holidays. LA, MISS

4 states exempt sales tax on clothing sold to nonprofits (this bill exempts sales tax for profit and non-profit stores selling used clothing.)

18 states have some type of exemption of clothing

For example, one exception state, Minnesota, taxes pet clothing.

However, this bill is not exempting sales tax on all clothing just used clothes. These clothes have already been taxed once before. The people buying used clothing are trying to get a lower cost for their clothing. Over the last few years, inflation has taken its toll on North Dakotans especially our seniors on a fixed income and our populations with lower incomes. This bill helps them with one of the basic necessities of life, clothing.

I would ask you for your consideration for a Do Pass recommendation on HB 1428



Mr. or Madam Chairman, and members of the committee, my name is Joy Ankenbauer. I am from the Kenmare/Bowbells area of the state, and I am here to represent our local non-profit thrift store, the Kenmare Closet.

The Kenmare Closet is a board run, non-profit that is in our fourth year of business. All of our merchandise is donated, we are mostly volunteer run, and we donate a large portion of our profits back into the community. Clothing was about 55% of our sales during the last fiscal year.

We are in support of this bill, and would recommend a DO PASS on House Bill 1428. Everyone is welcome to shop at the Kenmare Closet, and people of all different economic statuses frequent the store. However, a sizable portion of our shoppers frequent the store simply because of the affordability. This bill would make the Kenmare Closet's clothing even more affordable for everyone, especially those who really need to pinch pennies.

Thank you for considering this bill.

Testimony in Opposition to House Bill 1428
January 21, 2025
House Finance and Taxation Committee
Bill Wocken on behalf of the North Dakota League of Cities

Good morning, Mr. Chairman and members of the House Finance and Taxation Committee. For the record, my name is Bill Wocken, appearing on behalf of the North Dakota League of Cities in opposition to House Bill 1428.

This bill proposes a new sales tax exemption for gross receipts from the sale of used clothing sold at a thrift shop owned and operated by a 501 c(3) non-profit organization.

This concept has been proposed in several of the previous assemblies. The League of Cities has consistently opposed this bill and others requesting exemptions from the sales tax. Eliminating products from those that pay the sales tax reduces the tax base and creates a corresponding loss of revenue to the sales tax. This results in a loss of utility to the items funded with sales tax revenue.

This bill would also give thrift shops qualifying for this exemption an advantage over other merchants selling used clothing who are not aligned with a qualifying non-profit organization.

While we appreciate the good intentions of this bill and its sponsors, the bill does create an uneven playing field for used clothing merchants and an added pressure on the sales tax, which revenues are in high demand.

We respectfully request a Do Not Pass recommendation from the committee on House Bill 1428. I will be happy to answer any questions you may have of me.

2025 HOUSE STANDING COMMITTEE MINUTES

Finance and Taxation Committee Room JW327E, State Capitol

HB 1428
2/10/2025

Relating to a sales tax exemption for sales of used clothing by a thrift store of a nonprofit corporation; and to provide an effective date.

10:10 a.m. Chairman Headland opened the meeting.

Members Present: Chairman Headland, Vice Chairman Hagert, Representatives Anderson, Dockter, Dressler, Foss, Ista, Motschenbacher, Nehring, Olson, Porter, Steiner, Toman
Members Absent: Representative Grueneich

Discussion Topics:

- For-profit vs non-profit

10:12 a.m. Representative Dockter moved a Do Not Pass.

10:12 a.m. Representative Dressler seconded the motion.

Representatives	Vote
Representative Craig Headland	Y
Representative Jared Hagert	Y
Representative Dick Anderson	Y
Representative Jason Dockter	Y
Representative Ty Dressler	Y
Representative Jim Grueneich	AB
Representative Mike Motschenbacher	Y
Representative Dennis Nehring	Y
Representative Jeremy Olson	Y
Representative Todd Porter	Y
Representative Vicky Steiner	N
Representative Nathan Toman	Y
Representative Austin Foss	N
Representative Zachary Ista	N

10:13 a.m. Motion passed 10-3-1.

10:13 a.m. Representative Motschenbacher will carry the bill.

10:13 a.m. Chairman Headland closed the meeting.

Janae Pinks, Committee Clerk

REPORT OF STANDING COMMITTEE
HB 1428 ([25.1129.01000](#))

Finance and Taxation Committee (Rep. Headland, Chairman) recommends **DO NOT PASS** (10 YEAS, 3 NAYS, 1 ABSENT AND NOT VOTING). HB 1428 was placed on the Eleventh order on the calendar.

2025 SENATE FINANCE AND TAXATION

HB 1428

2025 SENATE STANDING COMMITTEE MINUTES

Finance and Taxation Committee Fort Totten Room, State Capitol

HB 1428 3PM
3/5/2025

Relating to a sales tax exemption for sales of used clothing by a thrift store of a nonprofit corporation; and to provide an effective date.

2:59 p.m. Chairman Weber opened the hearing.

Members present: Chairman Weber, Vice Chairman Rummel, Senator Marcellais, Senator Patten, Senator Powers, Senator Walen

Discussion Topics:

- Differentiating new and used items for taxable purposes
- Eligibility requirements of tax exemption
- Determining nonprofit and for-profit thrift stores

2:59 p.m. Representative Vetter, District 18, introduced HB 1428, testified in favor, and submitted testimony #38994.

3:03 p.m. Andrew Alexis Varvel, Secretary, Nonpartisan League, testified in favor and submitted testimony #38901.

3:04 p.m. Bill Wocken, Lobbyist, ND League of Cities, testified in opposition and submitted testimony #38995.

3:08 p.m. Shannon Fleischer, Associate Director, Office of ND Tax Commissioner, testified neutral.

Additional written testimony:

Jeff Anderson, Executive Director, The Arc of Cass County, submitted written testimony in favor #38694.

3:15 p.m. Chairman Weber closed the hearing.

Chance Anderson, Committee Clerk

Testimony in Favor of North Dakota House Bill 1428

Good afternoon, members of the Senate Finance and Taxation committee. My name is Jeff Anderson, and I am the Executive Director of the Arc of Cass County. I am here today to express my strong support for House Bill 1428, which proposes a sales tax exemption for used clothing sold by thrift stores operated by nonprofit corporations. The Arc of Cass County operates two thrift stores in Fargo ND, and revenue from these stores fund 98% of our advocacy, education, and social programs. Through these sales we are able to operate without any state funds. I believe that this proposal is a good thing for the people of North Dakota for a number of reasons:

First, It will support nonprofit missions:

Thrift stores run by nonprofit organizations play a vital role in our communities. They not only provide affordable clothing options for individuals and families in need but also support the charitable missions of their parent organizations. By exempting sales tax on used clothing, we can help these nonprofits maximize their revenue, allowing them to reinvest in vital programs and services that benefit our community members.

Secondly, it promotes sustainability:

This bill also aligns with our nation and state's growing commitment to sustainability. Thrift stores enable easy purchasing of second-hand clothing, thereby reducing textile waste from landfills and delighting our customers by allowing them to save money by purchasing used items. A sales tax exemption would further incentivize this behavior, benefiting both our landfills and our communities.

Third, it provides economic relief for families:

The rising cost of living presents challenges for many families in North Dakota. Thrift stores offer an essential resource for those seeking affordable clothing options. By eliminating sales tax on used clothing, we can help ease some of the financial burdens faced by low-income families, allowing them to allocate their limited resources to other necessities, such as food and housing.

Fourth, there are precedents in other states for clothing sales tax exemptions:

New clothing sales are completely exempt in 4 states, Delaware, Montana, New Hampshire, Oregon. Partial exemptions for clothing exist in 8 more states Alaska, Massachusetts, Minnesota, New Jersey, New York, Pennsylvania, Rhode Island and Vermont. 12 states have tax exemptions for new clothing, is it time for North Dakota to offer a sales tax exemption for used clothing sold at non-profit thrift stores?

In conclusion, I urge you to support House Bill 1428. This legislation is an impactful step toward empowering nonprofits, supporting our citizens (including needy individuals and families), and promoting a culture of giving and sustainability in our state. Thank you for your time and consideration.

Senate Finance & Taxation Committee

House Bill 1428

Andrew Alexis Varvel

3:00PM March 5, 2025

Fort Totten Room

Chairman Weber & Members of the Committee:

My name is Andrew Alexis Varvel. I live in Bismarck.

I serve as the Secretary of the Nonpartisan League.

On March 2nd, 2025, the Nonpartisan League Executive Committee voted to support House Bill 1428.

House Bill 1428 would exempt used clothing at thrift stores run by nonprofit corporations from the North Dakota sales tax.

This is judicious. This helps consumers of second hand clothing. This helps reduce waste. This is the very opposite of fast fashion.

For this sensible sales tax exemption to apply to a purchase, the clothing must be used, the used clothing must be sold at a thrift store, and the thrift store must be run by a nonprofit corporation.

This makes sense.

Please give House Bill 1428 a **DO PASS** recommendation.

Thank you.



North Dakota House of Representatives

STATE CAPITOL
600 EAST BOULEVARD
BISMARCK, ND 58505-0360



Representative Steve Vetter

District 18
804 South 17th Street
Grand Forks, ND 58201-4241
smvetter@ndlegis.gov

COMMITTEES:

Judiciary (Vice Chair)
Government and Veterans Affairs

Chairman Weber and Senators in the Tax & Finance Committee,

My name is Steve Vetter, I represent district 18, eastern part of Grand Forks along the Red River. It has a little rural area going as far north as Manvel, ND.

This bill seeks to end sales tax on used clothing. That would mean no tax on clothing in a non profit thrift stores. This is clothing that has already been taxed. Why are we taxing it again? This a regressive tax on low income citizens that are buying one the basic necessities of life.

4 states have no tax on clothing. Montana, Delaware NH & OR

8 states have no tax on clothing but have exceptions to the rule.

MN,AL,NY,NJ,PA,MA,VT,RI

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18 states have some type of exemption for taxes on clothing.

For example, one exception state, Minnesota, no tax on clothing but taxes pet clothing.

However, this bill is not exempting sales tax on all clothing just used clothes that have already been taxed once before. The people buying used clothing are trying to get a lower cost for their clothing. Over the last few years, inflation has taken its toll on North Dakotans especially our seniors on a fixed income and our populations with lower incomes. This bill helps them with one of the basic necessities of life, clothing.

I would ask you for your consideration for a Do Pass recommendation on HB 1428

Testimony in Opposition to House Bill 1428
March 5, 2025
Senate Finance and Taxation Committee
Bill Wocken on behalf of the North Dakota League of Cities

Good morning, Mr. Chairman and members of the Senate Finance and Taxation Committee. For the record, my name is Bill Wocken, appearing on behalf of the North Dakota League of Cities in opposition to House Bill 1428.

This bill proposes a new sales tax exemption for gross receipts from the sale of used clothing sold at a thrift shop owned and operated by a 501 c(3) non-profit organization.

This concept has been proposed in several of the previous assemblies. The League of Cities has consistently opposed this bill and others requesting exemptions from the sales tax. Eliminating products from those that pay the sales tax reduces the tax base and creates a corresponding loss of revenue to the sales tax. This results in a loss of utility to the items funded with sales tax revenue.

This bill would also give thrift shops qualifying for this exemption an advantage over other merchants selling used clothing who are not aligned with a qualifying non-profit organization. There are quite a few of these merchants doing business in most communities under various names and circumstances.

While we appreciate the good intentions of this bill and its sponsors, the bill does create an uneven playing field for used clothing merchants and an added pressure on the sales tax, which revenues are in high demand. The bill carries a fiscal note showing an impact on both state and local government revenues.

We respectfully request a Do Not Pass recommendation from the committee on House Bill 1428. I will be happy to answer any questions you may have of me.

2025 SENATE STANDING COMMITTEE MINUTES

Finance and Taxation Committee Fort Totten Room, State Capitol

HB 1428 330PM
3/5/2025

Relating to a sales tax exemption for sales of used clothing by a thrift store of a nonprofit corporation; and to provide an effective date.

3:33 p.m. Chairman Weber opened the hearing.

Members present: Chairman Weber, Vice Chairman Rummel, Senator Marcellais, Senator Patten, Senator Powers, Senator Walen

Discussion Topics:

- Differentiating between new and used clothing
- Determining nonprofit status for thrift stores

3:44 p.m. Senator Walen moved a Do Not Pass.

3:44 p.m. Vice Chairman Rummel seconded the motion.

Senators	Vote
Senator Mark F. Weber	N
Senator Dean Rummel	Y
Senator Richard Marcellais	N
Senator Dale Patten	Y
Senator Michelle Powers	Y
Senator Chuck Walen	Y

Motion passed 4-2-0.

Senator Powers will carry the bill.

3:47 p.m. Chairman Weber adjourned the meeting.

Chance Anderson, Committee Clerk

REPORT OF STANDING COMMITTEE
HB 1428 ([25.1129.01000](#))

Finance and Taxation Committee (Sen. Weber, Chairman) recommends **DO NOT PASS** (4 YEAS, 2 NAYS, 0 ABSENT OR EXCUSED AND NOT VOTING). HB 1428 was placed on the Fourteenth order on the calendar. This bill does not affect workforce development.

2025 SENATE APPROPRIATIONS

HB 1428

2025 SENATE STANDING COMMITTEE MINUTES

Appropriations - Government Operations Division Red River Room, State Capitol

HB 1428
3/19/2025

A BILL for an Act to create and enact a new subsection to section 57-39.2-04 of the North Dakota Century Code, relating to a sales tax exemption for sales of used clothing by a thrift store of a nonprofit corporation; and to provide an effective date.

9:30 a.m. Chairman Wanzek opened the hearing.

Members present: Chairman Wanzek, Vice-Chair Dwyer, Senator Burckhard, Senator Erbele, and Senator Sickler.

Discussion Topics:

- Sales tax on used clothing
- Origins of this bill
- Tax Department input
- Compliance with IRS
- Fiscal note clarification
- Organized retail crime

9:30 a.m. Representative Vetter, District 18, introduced HB 1428.

9:35 a.m. Senator Rummel, District 37, testified in favor and submitted testimony #43012.

9:41 a.m. Senator Hogan, District 21, testified in favor.

9:43 a.m. Shannon Fleischer, Associate Director, ND Tax Department, testified in favor.

9:50 a.m. Kirsten Dvorak, ARC of ND, testified neutrally.

9:53 a.m. Mike Rud, representing ND Retail Association, testified neutrally.

10:00 a.m. Bill Wocken, ND League of Cities, testified in favor.

10:02 a.m. Senator Sickler moved a Do Pass for Amendment 25.1129.01001.

10:02 a.m. Senator Erbele seconded the motion.

Senators	Vote
Senator Terry M. Wanzek	Y
Senator Randy A. Burckhard	Y
Senator Michael Dwyer	Y
Senator Robert Erbele	Y
Senator Jonathan Sickler	Y

Motion passed 5-0-0

10:03 a.m. Senator Sickler moved a Do Pass as Amended for HB 1428.
10:03 a.m. Senator Erbele seconded the motion.

Senators	Vote
Senator Terry M. Wanzek	Y
Senator Randy A. Burckhard	Y
Senator Michael Dwyer	Y
Senator Robert Erbele	Y
Senator Jonathan Sickler	Y

Motion passed 5-0-0

Senator Sickler will carry this bill.

10:07 a.m. Chairman Wanzek closed the hearing.

Carol Thompson, Committee Clerk

25.1129.01001
Title.

3-19-25

Prepared by the Legislative Council
staff for Senator Rummel
March 18, 2025

Sixty-ninth
Legislative Assembly
of North Dakota

PROPOSED AMENDMENTS TO

HOUSE BILL NO. 1428

Introduced by

Representatives Vetter, D. Anderson, Christianson, Grueneich, Karls, Kiefert

Senators Cleary, Dever

- 1 A BILL for an Act to create and enact a new subsection to section 57-39.2-04 of the North
- 2 Dakota Century Code, relating to a sales tax exemption for sales of ~~used~~ clothing by a thrift
- 3 store of a nonprofit corporation; and to provide an effective date.

4 BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:

- 5 **SECTION 1.** A new subsection to section 57-39.2-04 of the North Dakota Century Code is
- 6 created and enacted as follows:

- 7 Gross receipts from sales of ~~used~~ clothing made by a thrift store owned and operated
- 8 by a nonprofit corporation exempt from federal taxation under section 501(c)(3) of the
- 9 Internal Revenue Code [26 U.S.C. 501(c)(3)]. For purposes of this subsection:
- 10 a. "Clothing" means all human wearing apparel suitable for general use. The term
- 11 does not include a belt buckle or costume mask sold separately, clothing
- 12 accessories or equipment, protective equipment, or sport or recreational
- 13 equipment.
- 14 b. "Clothing accessories or equipment" means incidental items worn on the person
- 15 or in conjunction with clothing, including briefcases, handbags, jewelry,
- 16 sunglasses, watches, and wigs.
- 17 c. "Protective equipment" means items for human wear and designed as protection
- 18 of the wearer against injury or disease or as protections against damage or injury
- 19 of other persons or property but not suitable for general use, including breathing

- 1 masks, face shields, hard hats, protective gloves, safety glasses and goggles,
2 and tool belts.
3 d. "Sport or recreational equipment" means items designed for human use and
4 worn in conjunction with an athletic or recreational activity which are not suitable
5 for general use, including ballet and tap shoes, cleated or spiked athletic shoes,
6 hand, elbow, and shin guards, roller and ice skates, waders, and wetsuits.

7 **SECTION 2. EFFECTIVE DATE.** This Act is effective for taxable events occurring after
8 June 30, 2025.

2025 SENATE STANDING COMMITTEE MINUTES

Appropriations Committee Harvest Room, State Capitol

HB 1428
3/20/2025

A BILL for an Act to create and enact a new subsection to section 57-39.2-04 of the North Dakota Century Code, relating to a sales tax exemption for sales of used clothing by a thrift store of a nonprofit corporation; and to provide an effective date.

3:02 p.m. Vice-Chairman Erbele opened the hearing.

Members Present: Vice-Chairman Erbele, and Senators Burckhard, Cleary, Conley, Davison, Dever, Dwyer, Magrum, Mathern, Meyer, Schaible, Sickler, Sorvaag, Thomas, Wanzek.

Members Absent: Chairman Bekkedahl.

Discussion Topics:

- Used Clothing Definition
- Tax Exemptions

3:02 p.m. Senator Sickler introduced the bill and submitted testimony #43436.

3:04 p.m. Senator Sickler moved amendment 25.1129.01001.

3:04 p.m. Senator Wanzek seconded the motion.

Senators	Vote
Senator Brad Bekkedahl	A
Senator Robert Erbele	Y
Senator Randy A. Burckhard	Y
Senator Sean Cleary	Y
Senator Cole Conley	Y
Senator Kyle Davison	Y
Senator Dick Dever	Y
Senator Michael Dwyer	Y
Senator Jeffery J. Magrum	Y
Senator Tim Mathern	Y
Senator Scott Meyer	Y
Senator Donald Schaible	Y
Senator Jonathan Sickler	Y
Senator Ronald Sorvaag	Y
Senator Paul J. Thomas	Y
Senator Terry M. Wanzek	Y

Motion Passed 15-0-1.

3:08 p.m. Kristen Dvorak, Arc of ND Executive Director, testified in favor.

3:11 p.m. Senator Sickler moved a Do Pass as Amended.

3:11 p.m. Senator Wanzek seconded the motion.

Senators	Vote
Senator Brad Bekkedahl	A
Senator Robert Erbele	Y
Senator Randy A. Burckhard	Y
Senator Sean Cleary	Y
Senator Cole Conley	Y
Senator Kyle Davison	Y
Senator Dick Dever	Y
Senator Michael Dwyer	Y
Senator Jeffery J. Magrum	Y
Senator Tim Mathern	Y
Senator Scott Meyer	Y
Senator Donald Schaible	Y
Senator Jonathan Sickler	Y
Senator Ronald Sorvaag	N
Senator Paul J. Thomas	N
Senator Terry M. Wanzek	Y

Motion Passed 13-2-1.

Senator Sickler will carry the bill.

3:12 p.m. Vice-Chairman Erbele closed the hearing.

Elizabeth Reiten, Committee Clerk

Sixty-ninth
Legislative Assembly
of North Dakota

PROPOSED AMENDMENTS TO

3/20/25 VC
1 of 2

HOUSE BILL NO. 1428

Introduced by

Representatives Vetter, D. Anderson, Christianson, Grueneich, Karls, Kiefert

Senators Cleary, Dever

1 A BILL for an Act to create and enact a new subsection to section 57-39.2-04 of the North
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13 equipment.

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15 or in conjunction with clothing, including briefcases, handbags, jewelry,
16 sunglasses, watches, and wigs.

17 c. "Protective equipment" means items for human wear and designed as protection
18 of the wearer against injury or disease or as protections against damage or injury
19 of other persons or property but not suitable for general use, including breathing

- 1 masks, face shields, hard hats, protective gloves, safety glasses and goggles,
2 and tool belts.
3 d. "Sport or recreational equipment" means items designed for human use and
4 worn in conjunction with an athletic or recreational activity which are not suitable
5 for general use, including ballet and tap shoes, cleated or spiked athletic shoes,
6 hand, elbow, and shin guards, roller and ice skates, waders, and wetsuits.

7 **SECTION 2. EFFECTIVE DATE.** This Act is effective for taxable events occurring after
8 June 30, 2025.

**REPORT OF STANDING COMMITTEE
HB 1428**

Appropriations Committee (Sen. Bekkedahl, Chairman) recommends **AMENDMENTS** ([25.1129.01001](#)) and when so amended, recommends **DO PASS** (13 YEAS, 2 NAYS, 1 ABSENT OR EXCUSED AND NOT VOTING). HB 1428 was placed on the Sixth order on the calendar. This bill does not affect workforce development.

25.1129.01001
Title.

Prepared by the Legislative Council
staff for Senator Rummel
March 18, 2025

Sixty-ninth
Legislative Assembly
of North Dakota

PROPOSED AMENDMENTS TO

HOUSE BILL NO. 1428

Introduced by

Representatives Vetter, D. Anderson, Christianson, Grueneich, Karls, Kiefert

Senators Cleary, Dever

- 1 A BILL for an Act to create and enact a new subsection to section 57-39.2-04 of the North
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Sixty-ninth
Legislative Assembly

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4 worn in conjunction with an athletic or recreational activity which are not suitable
5 for general use, including ballet and tap shoes, cleated or spiked athletic shoes,
6 hand, elbow, and shin guards, roller and ice skates, waders, and wetsuits.

7 **SECTION 2. EFFECTIVE DATE.** This Act is effective for taxable events occurring after
8 June 30, 2025.

2025 CONFERENCE COMMITTEE

HB 1428

2025 HOUSE STANDING COMMITTEE MINUTES

Finance and Taxation Committee Room JW327E, State Capitol

HB 1428
4/8/2025
Conference Committee

Relating to a sales tax exemption for sales of clothing by a thrift store of a nonprofit corporation; and to provide an effective date.

4:30 p.m. Chairman Hagert called the meeting to order.

Members Present: Chairman Hagert, Representatives Toman, Steiner; Chairman Rummel, Senators Powers, Marcellais

Discussion Topics:

- Uniform Sales tax
- Used clothing definition
- Taxable vs non-taxable
- Non-profit vs for profit
- Recycling vs landfill waste

4:44 p.m. Chairman Hagert wants to hold the bill until more information becomes available.

4:45 p.m. Chairman Hagert adjourned the meeting.

Janae Pinks, Committee Clerk

2025 HOUSE STANDING COMMITTEE MINUTES

Finance and Taxation Committee Room JW327E, State Capitol

HB 1428
4/14/2025
Conference Committee

Relating to a sales tax exemption for sales of clothing by a thrift store of a nonprofit corporation; and to provide an effective date.

3:30 p.m. Chairman Hagert called the meeting to order.

Members Present: Chairman Hagert, Representatives Toman, Steiner; Chairman Rummel, Senators Powers, Marcellais

Discussion Topics:

- Committee Action

3:31 p.m. Representative Steiner moved that the House Accept the Senate Amendment LC#25.1129.01001.

3:31 p.m. Representative Toman seconded the motion.

3:32 p.m. Motion passed 6-0-0

3:32 p.m. Chairman Hagert will carry the bill.

3:32 p.m. Chairman Rummel will carry the bill.

3:32 p.m. Chairman Hagert adjourned the meeting.

Janae Pinks, Committee Clerk

HB 1428 041425 1534 PM Roll Call Vote

Final Recommendation

HB 1428

Date Submitted: April 14, 2025, 3:34 p.m.

Recommendation: Accept

Amendment LC #: 25.1129.01001

Engrossed LC #: N/A

Description:

Motioned By: Steiner, Vicky

Seconded By: Toman, Nathan

House Carrier: Hagert, Jared

Senate Carrier: Rummel, Dean

Emergency Clause: None

Vote Results: 6 - 0 - 0

Rep. Hagert, Jared	Yea
Rep. Toman, Nathan	Yea
Rep. Steiner, Vicky	Yea
Sen. Rummel, Dean	Yea
Sen. Powers, Michelle	Yea
Sen. Marcellais, Richard	Yea

**REPORT OF CONFERENCE COMMITTEE
HB 1428**

Your conference committee (Sens. Rummel, Powers, Marcellais and Reps. Hagert, Toman, Steiner) recommends the **HOUSE ACCEPT** the Senate amendments ([25.1129.01001](#)) to HB 1428.

HB 1428 was placed on the Seventh order of business on the calendar.