

## Opposition to SB1045 – Taxable Business Services

I oppose SB 1045. This tax will ultimately be paid by consumers and will just add more bookkeeping headaches to local small businesses. My company D&S Green Services installs geothermal HVAC Systems. We are a very small business so we contract services from other companies and pass those cost onto our customers with no markups. If we have to pay 2.5% sales tax on these services, we will have to pass that cost onto our customers since we do not have any added markup on them to absorb the sales tax expense.

Not only will the cost be passed on to the consumer but the additional bookkeeping expense will decrease our profit margin and therefore decrease the taxable income available to the state.