
DIGEST

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HB 652 Original

2017 Regular Session

Broadwater

Abstract: Reduces the state sales tax rate from 4% to 3.75% on July 1, 2018, and provides with respect to exclusions and exemptions applicable to state sales and use taxes.

Present law imposes state sales and use taxes on the sale, use, lease, or rental of tangible personal property pursuant to the following levies:

R.S. 47:302 - 2% tax

R.S. 47:321 - 1% tax

R.S. 47:321.1 - 1% tax

R.S. 47:331 - 0.97% tax

R.S. 51:1286 - .03% tax (LA Tourism and Promotion District)

Present law provides for exemptions and exclusions to state sales and use taxes. Further, present law provides for the applicability and effectiveness of certain exclusions and exemptions from the taxes imposed under R.S. 47:302, 321, and 321.1 for the time between July 1, 2016, and June 30, 2018.

Present law sunsets the 1% state sales and use tax levied under R.S. 47:321.1 on June 30, 2018.

Proposed law retains present law concerning the termination of the 1% tax imposed under R.S. 47:321.1.

Proposed law reduces the rate of the tax levied under R.S. 47:331 from .97% to .72%.

Proposed law provides that there shall be no exclusions or exemptions applicable to any state sales and use tax, except for those exemptions established in the La. Constitution.

Effective July 1, 2018.

(Amends R.S. 47:302(X)(intro. para.), 321(L)(intro. para.), and 331(A)-(C) and (S)(intro. para.); Repeals R.S. 47:302(X)(1)-(32) and (AA), 321(L)(1)-(31) and (O), and 331(S)(1)- 32))