
DIGEST

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HB 514 Original

2021 Regular Session

Magee

Abstract: Levies a state sales and use tax on raw or crude marijuana recommended for therapeutic use and provides for the disposition of the collections of the tax.

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

R.S. 47:302 - 2%

R.S. 47:321 - 1%

R.S. 47:321.1 - .45%

R.S. 47:331 - .97%

R.S. 51:1286 - .03%

Proposed law levies a state sales and use tax on raw or crude marijuana recommended for therapeutic use.

Present law provides that the collections of state sales and use taxes levied in present law (R.S. 47:302, 321, 321.1, and 331) shall be deposited into the state general fund.

Proposed law provides instead that the collections of state sales and use taxes levied on sales of raw or crude marijuana recommended for therapeutic use shall be deposited into the Construction Subfund of the Transportation Trust Fund (subfund).

Present law levies a .03% state sales and use tax (R.S. 51:1286), the collections of which are pledged to pay for the levy and collection of the sales tax and to pay for media advertisements for the promotion of the state's tourism industry.

Proposed law provides that all proceeds of the .03% tax levied in present law from sales of raw or crude marijuana recommended for therapeutic use shall be deposited into the subfund. Otherwise retains present law.

Effective Jan. 1, 2022.

(Adds R.S. 47:301(10)(jj) and 301.3 and R.S. 51:1286(E))