

2015 Regular Session

HOUSE BILL NO. 655

BY REPRESENTATIVE STOKES

TAX/SALES & USE: Repeals certain exclusions from the state sales and use taxes and implements certain exemptions from such taxes

1 AN ACT

2 To enact R.S. 47:305.72, 305.73, and 305.74 and to repeal R.S. 47:301(7)(h), (14)(h), and  
3 (16)(p), relative to state sales and use taxes; to repeal certain exclusions from the  
4 state sales and use taxes; to provide for certain exemptions from the state sales and  
5 use taxes; and to provide for related matters.

6 Be it enacted by the Legislature of Louisiana:

7 Section 1. R.S. 47:305.72, 305.73, and 305.74 are enacted to read as follows:

8 §305.72. Exclusions and exemptions; lease of motor vehicles by motor vehicle  
9 dealers and manufacturers

10 The sales and use tax imposed by the state of Louisiana or any of its local  
11 governmental subdivisions or school boards shall not apply to the lease or rental of  
12 motor vehicles by licensed motor vehicle dealers, as defined in R.S. 32:1252(14), or  
13 vehicle manufacturers, as defined in R.S. 32:1252(11), for their use in furnishing  
14 such leased or rented motor vehicles to their customers in performance of their  
15 obligations under warranty agreements associated with the purchase of a motor  
16 vehicle or when the applicable warranty has lapsed and the leased or rented motor  
17 vehicle is provided to the customer at no charge.

1        §305.73. Exclusions and exemptions; sale of services for the construction or  
2                    overhaul of U.S. Navy vessels

3                    The sales and use tax imposed by the state of Louisiana or any of its local  
4                    governmental subdivisions or school boards shall not apply to services performed  
5                    pursuant to a contract with the United States Department of the Navy for  
6                    construction or overhaul of U.S. Naval vessels.

7        §305.74. Exclusions and exemptions; sale of newspapers

8                    The sales and use tax imposed by the state of Louisiana or any of its local  
9                    governmental subdivisions or school boards shall not apply to the sale of  
10                   newspapers.

11        Section 2. R.S. 47:301(7)(h), (14)(h), and (16)(p) are hereby repealed in their  
12        entirety.

#### DIGEST

The digest printed below was prepared by House Legislative Services. It constitutes no part of the legislative instrument. The keyword, one-liner, abstract, and digest do not constitute part of the law or proof or indicia of legislative intent. [R.S. 1:13(B) and 24:177(E)]

HB 655 Original

2015 Regular Session

Stokes

**Abstract:** Repeals certain exclusions from the state sales and use taxes and enacts certain exemptions from the state sales and use taxes.

Proposed law repeals the following exclusions from the state sales and use taxes:

- 1) Lease or rental of motor vehicles by motor vehicle dealers and manufacturers.
- 2) Sale of services for the US Dept. of the Navy for construction or overhaul of US Naval vessels.
- 3) Sale of newspapers.

Proposed law enacts exemptions from the state sales and use taxes as follows:

- 1) Lease or rental of motor vehicles by motor vehicle dealers and manufacturers.
- 2) Sale of services for the US Dept. of the Navy for construction or overhaul of US Naval vessels.
- 3) Sale of newspapers.

(Adds R.S. 47:305.72, 305.73, and 305.74; Repeals R.S. 47:301(7)(h), (14)(h), and (16)(p))