

HOUSE SUMMARY OF SENATE AMENDMENTS

HB 72

2016 First Extraordinary Session

Shadoin

TAX/SALES-USE, STATE: Increases the state sales tax on telecommunications services (Item #24)

Synopsis of Senate Amendments

1. Technical amendment.

Digest of Bill as Finally Passed by Senate

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 72 Engrossed

2016 First Extraordinary Session

Abstract: Repeals provisions that reduce the tax on interstate and international telecommunications services from 2% to 1% effective April 1, 2016, thereby keeping the rate for these services at 2%.

Present law imposes a state sales tax on telecommunication services, in accordance with sourcing rules and definitions established under present law. The rate imposed on intrastate services is 3%, and the rate for interstate and international services is 2% through March 30, 2016, and decreases to 1% beginning April 1, 2016.

Proposed law repeals present law providing for the reduction in the tax rate for interstate and international telecommunications from 2% to 1% on April 1, 2016.

Effective April 1, 2016.

(Amends R.S. 47:302(C) and 331(C))