

RÉSUMÉ DIGEST**ACT 14 (HB 39)****2016 First Extraordinary Session****Stokes**

New law levies a 2.5% state and .5% local automobile rental tax on the proceeds derived from an automobile rental contract. The tax is in addition to any other tax, fee, or license.

New law prohibits the tax from being levied on the following:

- (1) Rentals by an insurance company as a replacement vehicle for a policyholder.
- (2) Rentals by an automobile dealer while a customer's vehicle is being serviced or repaired.
- (3) Rentals by an individual while the individual's vehicle is being serviced or repaired.

New law requires the tax collected to be remitted to the secretary of the Dept. of Revenue (DOR). Further requires the secretary of DOR to distribute local sales tax collected and remitted to the corresponding local sales tax collector or governing authority.

New law requires the local tax collected in Jefferson Parish to be distributed as follows:

- (1) 1/3 to the city of Kenner for arts and recreation.
- (2) 1/3 to the city of Westwego for promotion of the Westwego Performing Arts Center.
- (3) 1/3 to Jefferson Parish to be divided equally for capital improvements and maintenance of Lafriener Park, maintenance and litter abatement of the Westbank Expressway in unincorporated Jefferson Parish, and maintenance, operation, and promotion of events at the Jefferson Parish Arts Center.

New law requires the local tax collected in Orleans Parish to be distributed as follows:

- (1) 25% to the Downtown Development District of New Orleans.
- (2) 75% to the New Orleans Council on Aging.

New law requires the local tax collected in Caddo Parish to be distributed as follows:

- (1) 20% to the Caddo Parish Council on Aging.
- (2) 80% to the LSU A&M College Medical School at Shreveport.

New law requires the local tax collected in East Baton Rouge Parish to be distributed as follows:

- (1) 40% to the East Baton Rouge Council on Aging.
- (2) 40% to Capital Area Human Services.
- (3) 20% to the Arts Council of Greater Baton Rouge.

New law requires the local tax collected in Terrebonne Parish to be distributed as follows:

- (1) 1/3 to the Houma Downtown Development Corporation.
- (2) 1/3 to the South Louisiana Wetlands Discovery Center.
- (3) 1/3 to the Terrebonne ARC.

New law requires the local tax collected in Calcasieu Parish to be distributed to Airport District No. 1 for maintenance and operation of the Lake Charles Regional Airport.

New law requires the local tax collected in Lafourche Parish to be distributed to the Special Education District No. 1.

New law requires the local tax collected in Ouachita Parish to be distributed as follows:

- (1) 50% to the Ouachita Council on Aging.
- (2) 50% to the West Ouachita Senior Center.

New law requires the local tax collected in the following parishes to be distributed to the Council on Aging for the parish in which the tax is collected:

- (1) Bossier Parish
- (2) St. Mary Parish
- (3) West Carroll Parish
- (4) East Carroll Parish
- (5) Madison Parish
- (6) Richland Parish
- (7) Morehouse Parish
- (8) Union Parish
- (9) Lincoln Parish
- (10) Jackson Parish
- (11) Winn Parish
- (12) Grant Parish
- (13) Rapides Parish
- (14) Caldwell Parish

Effective April 1, 2016.

(Amends R.S. 47:551)