
DIGEST

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HB 4 Original

2018 Third Extraordinary Session

Bishop

Abstract: Extends the sunset of the temporary state sales and use tax from 2018 to 2025, provides for the tax rate to decrease to .50% for three years, and then to .40% for two years, and finally to .25% for two years before the sunset of the tax in 2025.

Present law imposes a 1% state sales and use tax on the sale, use, consumption, storage, or lease of tangible personal property and certain services in La. The imposition of the tax expires on June 30, 2018.

Proposed law extends the sunset of the tax levy from 2018 to 2025.

Proposed law changes present law by decreasing the rate from 1% to three different rates through June 30, 2025, as follows:

- (1) .50% tax rate from July 1, 2018, through June 30, 2021.
- (2) .40% tax rate from July 1, 2021, through June 30, 2023.
- (1) .25% tax rate from July 1, 2023, through June 30, 2025.

Effective July 1, 2018.

(Amends R.S. 47:321.1(A)-(C) and (E))