The original instrument and the following digest, which constitutes no part of the legislative instrument, were prepared by Leonore Heavey.

DIGEST

SB 45 Engrossed 2019 Regular Session Johns

Proposed law exempts motor vehicles for use by persons with permanent orthopedic disabilities from state sales and use tax.

Proposed law authorizes political subdivisions to apply all or part of the exemption to local sales and use taxes.

Proposed law provides definitions for permanent orthopedic disability, vehicle, and modifications to which the exemption applies.

Present law provides the exclusive list of state sales and use tax exemptions applicable until July 1, 2025.

Proposed law adds the exemption for purchases of motor vehicles for use by persons with permanent orthopedic disabilities to the list of applicable state sales and use tax exemptions.

Proposed law requires purchasers who are determined to be ineligible for the exemption upon audit or examination by the secretary to remit all state and local sales tax due on the vehicle purchase.

Proposed law authorizes local government taxing authorities to exempt all or part of the purchase of motor vehicles and modifications for use by persons with permanent orthopedic disabilities from local sales and use tax.

Effective October 1, 2019.

(Adds R.S. 47:302(BB)(110), 305.72, 321(P)(111), 321.1(I)(111), 331(V)(111), and 337.10(P))

Summary of Amendments Adopted by Senate

Committee Amendments Proposed by Senate Committee on Revenue and Fiscal Affairs to the original bill

1. Add a clawback provision.

2. Make technical corrections.