

GREEN SHEET REDIGEST

HB 11

2020 First Extraordinary Session

Stefanski

TAX/SALES & USE: Provides for the amount of compensation persons required to collect state sales and use tax may deduct for remitting taxes. (Item #30)

DIGEST

Present law imposes a 4.45% state tax upon the sale, use, consumption, storage, or rental of certain tangible personal property and services.

Present law provides that the dealer shall be allowed to deduct and retain .935% of the total amount of taxes due for the purpose of compensating the dealer for accounting for and remitting the tax.

Proposed law changes the amount dealers may deduct and retain to 1.1% of the total amount of taxes due.

Present law changes the maximum aggregate state compensation for a dealer from \$1,500 to \$1,200 per calendar month.

Present law provides that the calculation of the compensation shall be based only on the taxes levied pursuant to R.S. 47:302, 321, 331, and R.S. 51:1286. Proposed law retains present law.

Effective September 1, 2020.

(Amends R.S. 47:306(A)(3)(a))

Summary of Amendments Adopted by Senate

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

1. Changes the maximum aggregate state compensation for a dealer from \$1,500 to \$1,200 per calendar month.
2. Provides an effective date of August 1, 2020.