



**LEGISLATIVE FISCAL OFFICE  
Fiscal Note**

Fiscal Note On: **SB 443** SLS 22RS 1227  
 Bill Text Version: **ENROLLED**  
 Opp. Chamb. Action:  
 Proposed Amd.:  
 Sub. Bill For.:

<b>Date:</b> June 3, 2022 10:11 AM	<b>Author:</b> ALLAIN
<b>Dept./Agy.:</b> Revenue	<b>Analyst:</b> Deborah Vivien
<b>Subject:</b> Authorizes the state to issue a local DP Number	

TAX/SALES EN NO IMPACT GF RV See Note Page 1 of 1  
 Provides for direct payment of state and local sales tax on purchases by certain taxpayers. (1/1/23)

Current law authorizes the Department of Revenue to certify and issue a Direct Payment (DP) Number, which allows certain eligible taxpayers to make purchases without paying state and local sales and use tax but remit the amount due directly to the appropriate sales tax collector. Eligibility requirements are \$5M in annual taxable purchases by manufacturers, private nonprofits and certain medical subsidiaries (\$10M in taxable purchases) or by LED contract. A local tax collector has the authority to approve the issuance of the DP Number for local sales tax collections after an LDR request, normally prompted by an entity's request for a state DP Number. Proposed law retains current law and authorizes the state to issue a DP Number for collection of local sales tax for manufacturers or non-profits if a local collector does not deny in writing to a DP Number request within 60 days of receipt of application from the state. The local collector maintains the ability to approve or deny a DP number for local sales tax. This bill is only allows for automatic approval if a local collector does not respond to a DP number request within 60 days of receipt as evidenced by certified mail or similar documentation.

EXPENDITURES	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>5 -YEAR TOTAL</u>
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Ded./Other	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Federal Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<b>\$0</b>
<b>Annual Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

REVENUES	<u>2022-23</u>	<u>2023-24</u>	<u>2024-25</u>	<u>2025-26</u>	<u>2026-27</u>	<u>5 -YEAR TOTAL</u>
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
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Ded./Other	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Federal Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<b>\$0</b>
<b>Annual Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

**EXPENDITURE EXPLANATION**  
 There is no anticipated direct material effect on governmental expenditures as a result of this measure.

**REVENUE EXPLANATION**  
 There is no anticipated direct material effect on governmental revenues as a result of this measure.

Senate      Dual Referral Rules  
 13.5.1 >= \$100,000 Annual Fiscal Cost {S & H}  
 13.5.2 >= \$500,000 Annual Tax or Fee Change {S & H}

House  
 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}  
 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}

*Alan M. Boxberger*  
 Alan M. Boxberger  
 Interim Legislative Fiscal Officer