



**OFFICE OF LEGISLATIVE AUDITOR  
Fiscal Note**

Fiscal Note On: **HB 163** HLS 13RS 711  
 Bill Text Version: **ORIGINAL**  
 Opp. Chamb. Action:  
 Proposed Amd.:  
 Sub. Bill For.:

<b>Date:</b> April 30, 2013 3:50 PM	<b>Author:</b> HAVARD
<b>Dept./Agy.:</b> East Feliciana Parish	<b>Analyst:</b> Theresa Chatelain
<b>Subject:</b> Sales and Use Tax Exemptions	

TAX/SALES-USE-EXEMPT OR SEE FISC NOTE LF RV Page 1 of 1  
 Requires that certain repairs to tangible personal property be excluded from state sales and use taxes and sales and use taxes in East Feliciana Parish.

**Purpose of Bill:** This measure provides that charges for the furnishing of repairs to tangible personal property in East Feliciana Parish, when repaired property is delivered to a customer out of state, shall be excluded from the definition of sales of services, and are therefore exempt from sales and use tax. Currently, this exemption is permissive; this measure would make it mandatory.

<b>EXPENDITURES</b>	<b>2013-14</b>	<b>2014-15</b>	<b>2015-16</b>	<b>2016-17</b>	<b>2017-18</b>	<b>5 -YEAR TOTAL</b>
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>

<b>REVENUES</b>	<b>2013-14</b>	<b>2014-15</b>	<b>2015-16</b>	<b>2016-17</b>	<b>2017-18</b>	<b>5 -YEAR TOTAL</b>
State Gen. Fd.	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
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	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
<b>Annual Total</b>						

**EXPENDITURE EXPLANATION**

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

**REVENUE EXPLANATION**

**This measure may not directly affect local government revenues.**

According to an official with the East Feliciana Parish Police Jury, this sales and use tax is not being collected, although the capacity to do so currently exists. As such, making the exemption mandatory may not affect local government revenues.

According to an official with the East Feliciana Parish School Board, they have not collected this sales and use tax since 2007. Therefore, they will continue this practice as a result of this measure and there may be no fiscal impact. If the East Feliciana Parish School Board were to collect these taxes, revenues would be \$400,000 to \$500,000 per year.

According to the Louisiana Department of Revenue, the state does not collect any money related to this sales and use tax. Therefore, there should be no effect on state general fund revenues.

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|---|--|--------------|
| <u>Senate</u>   | <u>Dual Referral Rules</u>   | <u>House</u> |
| <input type="checkbox"/> 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H}       | <input type="checkbox"/> 6.8(F) >= \$500,000 Annual Fiscal Cost {S}                        |              |
| <input type="checkbox"/> 13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H} | <input type="checkbox"/> 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S} |              |

**Joy Irwin**  
 Director of Advisory Services