

**LEGISLATIVE FISCAL OFFICE**  
**Fiscal Note**



Fiscal Note On: **HCR 15** HLS 15RS 1307

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

<b>Date:</b> April 28, 2015	5:33 PM	<b>Author:</b> MONTOUCET
<b>Dept./Agy.:</b> Revenue		<b>Analyst:</b> Deborah Vivien
<b>Subject:</b> Suspends Sales Tax Holidays for 1 year		

TAX/SALES & USE

OR +\$4,300,000 GF RV See Note

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Suspends annual state sales tax holidays until 60 days after adjournment of the 2016 Regular Session of the Legislature

Current law allows a sales tax holiday for general purchases (2 days on first consecutive Friday and Saturday of August up to \$2,500 in purchases excluding vehicles and meals on premises), 2nd amendment (3 days on first Friday-Sunday of September for firearms, ammunition and hunting supplies, no spending limit), and hurricane preparedness (2 days on last Saturday and Sunday in May up to \$1,500 in purchases of hurricane preparedness items).

Proposed law suspends all 3 sales tax holidays during FY 16.

<b>EXPENDITURES</b>	<b>2015-16</b>	<b>2016-17</b>	<b>2017-18</b>	<b>2018-19</b>	<b>2019-20</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>2015-16</b>	<b>2016-17</b>	<b>2017-18</b>	<b>2018-19</b>	<b>2019-20</b>	<b>5 -YEAR TOTAL</b>
State Gen. Fd.	\$4,300,000	\$0	\$0	\$0	\$0	<b>\$4,300,000</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>\$4,300,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$4,300,000</b>

**EXPENDITURE EXPLANATION**

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

**REVENUE EXPLANATION**

The bill is expected to increase SGF revenue by about \$4.2M in FY 16, according to the estimate in the Tax Exemption Budget of the value of the exemption from sales tax due to the 3 holidays. Below are the estimates of the exemptions due to the holidays:

General Sales Tax Holiday	\$3,556,463
2nd Amendment Sales Tax Holiday	597,485
<u>Hurricane Preparedness Sales Tax Holiday</u>	<u>113,807</u>
All Sales Tax Holidays	\$4,267,755

Senate

Dual Referral Rules

House

13.5.1 >= \$100,000 Annual Fiscal Cost {S&H}

6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}

6.8(F)(2) >= \$500,000 Rev. Red. to State {H & S}

13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H}

6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}

**Gregory V. Albrecht**  
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