

HOUSE SUMMARY OF SENATE AMENDMENTS

HB 43

2016 First Extraordinary Session

White

TAX/SALES & USE: Provides for the amount of vendors compensation authorized as compensation for the collection and remittance of state sales and use taxes (Item #21)

Synopsis of Senate Amendments

1. Increase the amount of monthly compensation authorized for a dealer who operates one or more business locations within La. from \$1,000 to \$1,500.
2. Limit the calculation of this monthly compensation on the state sales and use taxes in present law and not on the imposition of the new state sales and use tax in proposed law.

Digest of Bill as Finally Passed by Senate

Present law imposes a 4% state tax upon the sale, use, consumption, storage, or rental of certain tangible personal property and certain services.

Present law requires that a dealer either monthly or quarterly transmit to the Dept. of Revenue a tax return showing the gross sales, gross proceeds from lease or rental, gross payments for lease or rental, gross proceeds derived from sales of services, or gross payments for services, arising from all of their taxable transactions during the preceding calendar month. The return shall also include a computation of taxes due.

Proposed law imposes a \$1,500 per calendar month limit on the amount of compensation authorized for a dealer who operates one or more business locations within La.

Proposed law limits the calculation of this monthly compensation to the state sales and use taxes levied in present law and prohibits this monthly compensation on the levy of the levy of an additional state sales and use tax in proposed law.

Applicable to all taxable transactions occurring on or after April 1, 2016.

Effective April 1, 2016.

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