

HOUSE SUMMARY OF SENATE AMENDMENTS**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)

Synopsis of Senate Amendments

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

Digest of Bill as Finally Passed by Senate

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 from .935% to 1.1% of the total amount of taxes due.

Proposed law changes the maximum aggregate dealer compensation amount 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 August 1, 2020.

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