

2025 Regular Session

SENATE BILL NO. 241

BY SENATOR MIGUEZ

TAX EXEMPTIONS. Provides for a sales and use tax exemption for the cost of repairs and parts for certain rented or leased motor vehicles. (7/1/25)

1 AN ACT

2 To enact R.S. 47:305.77, relative to sales and use tax; to provide for a sales and use tax
3 exemption for the cost of repairs of certain rented or leased motor vehicles; to
4 exempt parts and materials used in the repair; to provide for an effective date; and
5 to provide for related matters.

6 Be it enacted by the Legislature of Louisiana:

7 Section 1. R.S. 47:305.77 is hereby enacted to read as follows:

8 **§305.77. Exemptions; leased motor vehicle repairs and parts**

9 **The sales and use tax imposed by any taxing authority shall not apply to**
10 **the cost of the repair of a motor vehicle or to the parts and materials used in the**
11 **repair of the motor vehicle if the motor vehicle is rented or leased by a dealer**
12 **for re-rent or re-lease to a third party.**

13 Section 2. This Act shall become effective on July 1, 2025, and shall be applicable
14 to taxable periods beginning on and after July 1, 2025.

The original instrument and the following digest, which constitutes no part of the legislative instrument, were prepared by Senate Legislative Services. The keyword, summary, and digest do not constitute part of the law or proof or indicia of legislative intent. [R.S. 1:13(B) and 24:177(E)]

DIGEST

SB 241 Engrossed

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Miguez

Present law authorizes the levy of a state and local sales and use tax upon the sale at retail, the use, and the lease or rental of each item or article of tangible personal property and sales of certain services in this state.

Proposed law retains present law.

Proposed law creates a state and local sales and use tax exemption for the cost of the repair of a motor vehicle and the parts and materials used in the repair of the motor vehicle if a vehicle is rented or leased by a dealer for re-rent or re-lease to a third party.

Effective July 1, 2025, and applicable to taxable periods beginning on and after July 1, 2025.

(Adds R.S. 47:305.77)