

## HOUSE SUMMARY OF SENATE AMENDMENTS

HB 301

2019 Regular Session

Miguez

TAX/AD VALOREM-EXEMPTION: Extends the ad valorem tax exemption for raw materials, goods, commodities, and other property to certain property destined for the Outer Continental Shelf

**Synopsis of Senate Amendments**

1. Change the definition of "held in this state for the purposes of being exported" to raw materials, goods, commodities, and other activities held for maintenance *with a destination* to the Outer Continental Shelf.
2. Change the definition of "stored in transit in the state" to raw materials, goods, commodities, and personal property stored for maintenance *with a destination* to the Outer Continental Shelf.
3. Clarify the contingent effectiveness of proposed law is dependent on adoption of the proposed amendment of Article VII of the State Constitution contained in the Act which originated as HB No. 234 of this 2019 R.S. of the Legislature at a statewide election.

**Digest of Bill as Finally Passed by Senate**

Present law and present constitution provides for the exemption of ad valorem taxation on raw materials, goods, commodities, and other articles held in La. for the purpose of being exported from this state to a point outside the continental U.S. Present law further regards these items to be regarded as severed from the mass property of this state from the time they are loaded for export.

Proposed law retains present law and defines "held in this state for the purposes of being exported" to include those held for maintenance with a destination to the Outer Continental Shelf.

Present law provides for the storage of raw materials, goods, commodities, and other activities on certain property, including warehouses.

Proposed law retains present law and specifies raw materials, goods, commodities, and other activities may be stored in public *and private* warehouses.

Present law provides for the exemption of ad valorem taxation on goods, commodities, and personal property stored in transit in Louisiana while moving through interstate commerce for the purpose of being shipped from this state to a point outside the state. Further provides that these items shall not be treated as property of this state during the time the property is stored.

Proposed law retains present law and defines "stored in transit in this state" to include those goods, commodities, and personal property stored for maintenance with a destination to the Outer Continental Shelf.

Effective if and when the proposed amendment of Article VII of the Constitution of La. contained in the Act which originated as House Bill No. 234 of this 2019 R.S. of the Legislature is adopted at a statewide election and becomes effective.

(Amends R.S. 47:1951.2 and 1951.3)