

GREEN SHEET REDIGEST

HB 7

2021 Regular Session

Freeman

TAX/SALES-USE-EXEMPT: Provides for a sales and use tax exemption for feminine hygiene products and diapers.

DIGEST

Present law imposes state sales and use taxes on the sale, use, lease, or rental of tangible personal property pursuant to the following levies in the following amounts:

- R.S. 47:302 - 2%
- R.S. 47:321 - 1%
- R.S. 47:321.1 - .45%
- R.S. 47:331 - .97%
- R.S. 51:1286 - .03%

Present law provides for a variety of exemptions and exclusions applicable to state sales and use taxes.

Proposed law establishes a state sales and use tax exemption for the purchase of feminine hygiene products, diapers, or both for personal use beginning on July 1, 2022.

Proposed law provides definitions of feminine hygiene products and diapers.

Present law authorizes a political subdivision, by ordinance or resolution, to exempt the sales of feminine hygiene products, diapers, or both from local sales and use tax.

Proposed law retains present law.

Present law provides that the authorization to political subdivisions applies only to taxable periods through Dec. 31, 2021.

Proposed law repeals present law.

Effective August 1, 2021.

(Adds R.S. 47:302(BB)(114), 305.75, 321(P)(115), 321.1(I)(115), and 331(V)(115); repeals R.S. 47:337.10.2(C))

Summary of Amendments Adopted by Senate

Committee Amendments Proposed by Senate Committee on Revenue and Fiscal Affairs to the reengrossed bill

1. Provides that the state sales and use tax exemption for the purchase of feminine hygiene products, diapers, or both for personal begins on July 1, 2022.