

Regular Session, 2002

**ACT No. 20**

HOUSE BILL NO. 166

BY REPRESENTATIVES DEWITT AND HAMMETT

AN ACT

To amend and reenact R.S. 47:551(A) and to enact R.S. 47:551(D)(3) and (4), relative to the taxation of rental of automobiles; to extend the automobile rental tax; to provide for the dedication of a portion of the tax; to provide for an effective date; and to provide for related matters.

Be it enacted by the Legislature of Louisiana:

Section 1. R.S. 47:551(A) is hereby amended and reenacted and R.S. 47:551(D)(3) and (4) are hereby enacted to read as follows:

§551. Imposition of tax

A. There is hereby levied for the period from August 1, 1990 through June 30, ~~2002~~ 2012, a state tax of two and one-half percent and a local tax of one-half of one percent of the gross proceeds derived from the lease or rental of an automobile pursuant to an automobile rental contract, less any sales and use tax included in such contract. The tax shall be in addition to any tax, fee, or license imposed directly or indirectly. The tax shall not apply to any automobile rented by an insurance company as a replacement vehicle for a policyholder or by an automobile dealer as a replacement vehicle while a customer's vehicle is being serviced or repaired, nor shall the tax apply to any individual or business who rents a vehicle as a replacement vehicle while his vehicle is being repaired if the individual presents to the

renter upon return of the rented vehicle a copy of the repair or service invoice.

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D.

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(3) The local tax as provided in Subsection A of this Section which is collected in Jefferson Parish shall be distributed as follows:

(a) One-third of the tax shall be distributed to the city of Kenner for arts and recreation.

(b) Two-thirds of the tax shall be distributed to the Jefferson Performing Arts Society for programs on the east and west bank.

(4) The local tax as provided in Subsection A of this Section which is collected in Orleans Parish shall be distributed for road repairs and beautification projects.

Section 2. This Act shall become effective on July 1, 2002.

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SPEAKER OF THE HOUSE OF REPRESENTATIVES

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PRESIDENT OF THE SENATE

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GOVERNOR OF THE STATE OF LOUISIANA

APPROVED: \_\_\_\_\_