

HB 2734 -1 STAFF MEASURE SUMMARY

House Committee On Agriculture and Natural Resources

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Sub-Referral To: House Committee On Revenue

Meeting Dates: 3/9

WHAT THE MEASURE DOES:

Directs State Marine Board to study and make recommendations for legislation on the feasibility of imposing an excise tax on wake boat sales. Requires the board to submit the study report to an interim committee of the Legislative Assembly related to transportation no later than September 15, 2022. Sunsets January 2, 2023.

REVENUE: May have revenue impact, but no statement yet issued.

FISCAL: May have fiscal impact, but no statement yet issued.

ISSUES DISCUSSED:

EFFECT OF AMENDMENT:

-1 Replaces the measure.

BACKGROUND:

Excise taxes are taxes paid when purchases are made on a specific good, such as gasoline, tobacco and alcohol . Excise taxes are often included in the price of the product. It can be specific (cost charged by unit) or ad valorem (paid by percentage).

House Bill 2734 would direct the State Marine Board to study and make recommendations for legislation on the feasibility of imposing an excise tax on wake boat sales and require the board to submit the study report to an interim committee of the Legislative Assembly no later than September 15, 2022.