

House Bill 650

By: Representatives Kidd of the 145th, Sims of the 169th, and Sharper of the 177th

A BILL TO BE ENTITLED
AN ACT

1 To amend Part 2 of Article 1 of Chapter 8 of Title 48 of the Official Code of Georgia
2 Annotated, relating to the imposition, rate, collection, and assessment of a state sales and use
3 tax, so as to provide for a variable rate of such tax based on the place of manufacture of the
4 product sold in this state; to provide for related matters; to provide for an effective date; to
5 repeal conflicting laws; and for other purposes.

6 BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

7 **SECTION 1.**

8 Part 2 of Article 1 of Chapter 8 of Title 48 of the Official Code of Georgia Annotated,
9 relating to the imposition, rate, collection, and assessment of a state sales and use tax, is
10 amended by adding a new Code section to read as follows:

11 "48-8-30.1.

12 Notwithstanding the provisions of Code Section 48-8-30, on or after January 1, 2014, the
13 rate of the state sales and use tax prescribed in this article shall vary according to the place
14 of manufacture of the product sold or used in this state, as follows:

15 (1) If the product was manufactured or assembled in Georgia, the state sales and use tax
16 shall be levied at a rate of 0 percent;

17 (2) If the product was manufactured or assembled in the United States but not in
18 Georgia, the state sales and use tax shall be levied at a rate of 4.5 percent; or

19 (3) If the product was manufactured or assembled outside of the United States, the state
20 sales and use tax shall be levied at a rate of 12 percent."

21 **SECTION 2.**

22 This Act shall become effective on January 1, 2014, and shall apply to all taxable years
23 beginning on or after that date.

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SECTION 3.

25 All laws and parts of laws in conflict with this Act are repealed.