



MOTOR VEHICLE DEALERS
VENDOR'S COMPENSATION
CLAIM FOR REFUND

Mail to this address:

Louisiana Department of Revenue
Taxpayer Compliance - Sales Division
P.O. Box 66362
Baton Rouge, LA 70896-6362
Phone: (225) 219-2270
Email: LDRTax.Refunds@LA.gov

Vendor's Compensation Refund Request (Please round to the nearest dollar.)

1		2	3	4	5	6
Reporting Period		Total State Sales Tax Collected on Sales of New or Used Motor Vehicles (Taxable Value x Applicable Tax Rate)	State Vendor's Compensation Rate	Vendor's Compensation on the Sales of New or Used Motor Vehicles (Col 2 x 3)	Vendor's Compensation Cap	Requested Vendor's Compensation Refund (Lesser of Col 4 or 5)
Month	Year					
April	2025	\$	0.840%	\$	\$750	\$
May	2025	\$	0.840%	\$	\$750	\$
June	2025	\$	0.840%	\$	\$750	\$
July	2025	\$	0.840%	\$	\$750	\$
Aug	2025	\$	0.840%	\$	\$750	\$
Sept	2025	\$	0.840%	\$	\$750	\$
Oct	2025	\$	0.840%	\$	\$750	\$
Nov	2025	\$	0.840%	\$	\$750	\$
Dec	2025	\$	0.840%	\$	\$750	\$
Jan	2026	\$	0.840%	\$	\$750	\$
Feb	2026	\$	0.840%	\$	\$750	\$
March	2026	\$	0.840%	\$	\$750	\$
Total		\$		\$		\$

INSTRUCTIONS

Motor Vehicle Dealers Vendor's Compensation Claim for Refund

General Information

Louisiana Revised Statute 47:306(A)(3)(a) limits vendor's compensation on state sales tax to \$750 per dealer beginning with the January 2025 reporting period. Form R-1386, *Motor Vehicle Dealer Vendor's Compensation Claim for Refund*, allows new and used motor vehicle dealers to claim vendor's compensation on those sales reported to the Office of Motor Vehicles on which vendor's compensation was not allowed.

In order to receive vendor's compensation, the state sales tax must be reported and remitted timely to the collecting agency. In addition, no refund will be issued for those amounts in excess of \$750 for reporting periods on or after January 1, 2025. The vendor's compensation cap includes any sales tax reported to the Office of Motor Vehicles as well as any sales tax reported to the Louisiana Department of Revenue (LDR). Any vendor's compensation allowed by LDR on filed sales tax returns will be applied to the cap, and amounts in excess of the cap will be denied.

Please complete the Taxpayer Information section in its entirety. If someone other than the taxpayer is completing the refund claim, a completed Power of Attorney must be attached in order for the claim to be processed. If you are not currently registered with LDR for sales tax, please complete Form R-16019, *Application for a Louisiana Tax Number*, and attach it to the refund claim form. The application can be found on our website at <https://revenue.louisiana.gov/tax-forms/businesses/r-16019-tf-05-01-2024/>.

Specific Instructions for Vendor's Compensation Refund Request Schedule - Please round to the nearest dollar amount.

1. **Column 1** - Enter the reporting period.
2. **Column 2** - Enter the total state sales tax collected and remitted to the Office of Motor Vehicles for the period. The state sales tax is imposed on the taxable value of a vehicle at a rate of 5% for periods on or after January 1, 2025.
3. **Column 3** - Enter the state vendor's compensation rate. Beginning January 1, 2025, the State of Louisiana vendor's compensation rate is 0.840% of the tax amount due.
4. **Column 4** - Multiply the amount in Column 2 by the state vendor's compensation rate found in Column 3.
5. **Column 5** - Enter the vendor's compensation cap.
6. **Column 6** - Enter the lesser of Column 4 or Column 5. Add the amounts reported in Columns 4 and 6.
7. **Total amount of tax requested to be refunded** - Enter the total amount of Column 6 on the Claim for Refund form.

Please include a detailed schedule of motor vehicle transactions submitted to the Office of Motor Vehicles. The schedule should contain the following information by period: VIN number, tax date, taxable value, and state tax remitted. Beginning January 1, 2025, the state sales tax rate is 5%.

Taxpayers may submit their refund claims and supporting schedules by **ONE** of the following methods:

- **Email** - Documents may also be submitted via e-mail to LDRTax.Refunds@La.gov.
- **Secure Portal** - Taxpayers sending large files should contact the Taxpayer Compliance - Sales Division at the email address above to set up a secure portal site.
- **Mail** - Taxpayers may submit their refund claims and supporting schedules by mail using a CD, DVD, or flash drive to the address below:

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Please do not submit a claim via more than one method as this will result in a duplicate claim and delay processing.