

1 Section 2. Be it further resolved that the provisions of the amendment contained in
2 this Joint Resolution shall be applicable to all tax years beginning on and after January 1,
3 2015.

4 Section 3. Be it further resolved that this proposed amendment shall be submitted
5 to the electors of the state of Louisiana at the statewide election to be held on October 24,
6 2015.

7 Section 4. Be it further resolved that on the official ballot to be used at the election,
8 there shall be printed a proposition, upon which the electors of the state shall be permitted
9 to vote YES or NO, to amend the Constitution of Louisiana, which proposition shall read as
10 follows:

11 Do you support an amendment to eliminate the deductibility of federal
12 income taxes paid in computing state income taxes and to establish a new
13 ceiling on state income tax rates? (Amends Article VII, Section 4(A))

DIGEST

The digest printed below was prepared by House Legislative Services. It constitutes no part of the legislative instrument. The keyword, one-liner, abstract, and digest do not constitute part of the law or proof or indicia of legislative intent. [R.S. 1:13(B) and 24:177(E)]

HB 616 Original

2015 Regular Session

Stokes

Abstract: Eliminates the deductibility of federal income taxes paid when computing state individual and corporate income taxes and establishes a ceiling on state income tax rates.

Present constitution authorizes equal and uniform taxes to be levied on net income. Further authorizes the rates for these taxes to be graduated according to the amount of net income of the taxpayer; however, the state individual and joint income tax schedule of rates and brackets are prohibited from exceeding the rates and brackets as they existed on Jan. 1, 2003.

Present constitution provides that state individual and joint income tax rates and brackets shall never exceed those set forth in Title 47 of the Louisiana Revised Statutes on Jan. 1, 2003.

Proposed constitutional amendment changes present constitution by providing that the rates and brackets shall never exceed those set on July 1, 2015.

Present constitution authorizes federal income taxes paid to be allowed as a deductible item in computing state income taxes for the same period.

Proposed constitutional amendment changes present constitution by eliminating the deductibility of federal income taxes paid when computing both individual and corporate income tax liability.

Provides for submission of the proposed amendment to the voters at the statewide election to be held October 24, 2015.

Applicable to all tax years beginning on and after January 1, 2015.

(Amends Const. Art. VII, §4(A))