

2023 Regular Session

SENATE BILL NO. 3

BY SENATOR ALLAIN

Prefiled pursuant to Article III, Section 2(A)(4)(b)(i) of the Constitution of Louisiana.

TAX/TAXATION. Changes the month for the annual determination of the personal income tax and corporate franchise tax automatic rate reductions. (8/15/23)

1 AN ACT

2 To amend and reenact R.S. 47:32.1(A)(1) and 601.2(A)(1), relative to personal income tax

3 and corporation franchise tax automatic rate reductions; to change the month for the

4 annual determination of the automatic rate reductions; and to provide for related

5 matters.

6 Be it enacted by the Legislature of Louisiana:

7 Section 1. R.S. 47:32.1(A)(1) and 601.2(A)(1) are hereby amended and reenacted

8 to read as follows:

9 §32.1. Individual income tax rate reduction; trigger

10 A.(1) Beginning ~~April~~ **January** 1, 2024, and each ~~April~~ **January** first

11 through 2034, if the prior fiscal year's actual individual income tax collections as

12 reported in the state's accounting system exceed the actual individual income tax

13 collections for the fiscal year ending June 30, 2019, as reported in the state's

14 accounting system, adjusted annually by the growth factor provided for in Article

15 VII, Section 10(C) of the Constitution of Louisiana, the individual income tax rate

16 in R.S. 47:32 for the tax year beginning the following January first shall be reduced

17 as provided in Paragraph (2) of this Subsection.

Proposed law changes the month for the annual determination of an automatic rate reduction from April 1, 2024, and each April first thereafter to January 1, 2024, and each January first thereafter, and otherwise retains present law.

Effective August 15, 2023.

(Amends R.S. 47:32.1(A)(1) and 601.2(A)(1))