Regular Session, 2012 SENATE BILL NO. 391 BY SENATOR RISER ACT No. 774

1	AN ACT
2	To amend and reenact R.S. 22:833(A)(1) and to enact R.S. 22:833(E), relative to the
3	authorization of local taxes; to provide with respect to the exemption of Louisiana
4	Medicaid programs from taxes imposed by a municipal or parochial corporation; to
5	provide for an effective date; and to provide for related matters.
6	Be it enacted by the Legislature of Louisiana:
7	Section 1. R.S. 22:833(A)(1) is hereby amended and reenacted and R.S. 22:833(E)
8	is hereby enacted to read as follows:
9	§833. Authorization of local taxes; penalties for nonpayment
10	A. Any municipal or parochial corporation in the state shall have the right
11	to impose a tax on any insurer engaged in the business of issuing any form of
12	insurance policy or contract, which may now or hereafter be subject to the payment
13	of any tax for state purposes, as provided in this Part, as follows:
14	(1) On any insurer engaged in the business of issuing life or accident or
15	health insurance policies, other than programs of benefits authorized or provided
16	pursuant to the provisions of Parts I and II of Chapter 12 of Title 42 of the Louisiana
17	Revised Statutes of 1950, or other forms of contracts or obligations covering such
18	risks, or issuing endowment or annuity policies, or contracts, or other similar forms
19	of contract obligations in consideration of the payment of a premium or other
20	consideration for the issuance of such policies, contracts, or obligations, whether
21	such insurer is operating in this state through an agent or other representative or
22	otherwise, not more than ten dollars on gross annual premiums up to two thousand
23	dollars, and the additional tax thereafter shall not be more than seventy dollars on
24	each ten thousand dollars, or fraction thereof, of gross annual premiums in excess of
25	two thousand dollars. However, the maximum tax on such businesses, payable to
26	such municipal or parochial corporation by any one insurer, shall not exceed
27	twenty-one thousand dollars. Premiums paid to an insurer by Louisiana

Page 1 of 2

Coding: Words which are struck through are deletions from existing law; words in **boldface type and underscored** are additions.

1	Medicaid programs shall be exempt from the tax imposed by this Section.
2	* * *
3	E. For a municipal or parochial corporation which has not imposed a
4	tax pursuant to this Section on or before August 15, 2012, the authorization for
5	such tax shall cease effective August 16, 2012. However, a municipal or
6	parochial corporation which imposed a tax pursuant to this Section on or before
7	August 15, 2012, shall retain the authority to renew that existing tax so long as
8	such renewal does not exceed the limit provided in this Subpart.
9	Section 2. This Act shall become effective on July 1, 2012; if vetoed by the governor
10	and subsequently approved by the legislature, the Act shall become effective on July 1,
11	2012, or on the day following such approval by the legislature, whichever is later.

PRESIDENT OF THE SENATE

SPEAKER OF THE HOUSE OF REPRESENTATIVES

GOVERNOR OF THE STATE OF LOUISIANA

APPROVED: _____