

RÉSUMÉ DIGEST

ACT 185 (HB 200)

2021 Regular Session

Bacala

New law exempts from state income tax payments made pursuant to a military survivor benefit plan authorized pursuant to existing federal law to the surviving spouse or other named beneficiary of the plan.

Existing law defines "tax table income" for resident and nonresident individuals. For resident individuals, "tax table income" includes adjusted gross income plus interest on certain state or political subdivision obligations less items such as gratuitous grants, loans, or other disaster benefits included in federal adjusted gross income, federal income tax liability, amounts deposited into medical or educational savings accounts, and excess personal exemptions and deductions. "Tax table income" for nonresident individuals means La. income plus personal exemptions and deductions less items such as federal income tax liability and excess federal itemized personal deductions.

New law adds to the list of income excluded from "tax table income" for both resident and nonresident individuals the exemption for military survivor benefit plan payments pursuant to new law.

New law applies to tax periods beginning on or after Jan, 1, 2021.

Effective upon signature of governor (June 11, 2021).

(Amends R.S. 47:293(10); Adds R.S. 47:293(9)(a)(xx) and 297.16)