

1 (1) For taxes payable in 2018, the value of the exemption shall be equal to
2 ten percent of the assessed value of the property.

3 (2) For taxes payable in 2019, the value of the exemption shall be equal to
4 twenty percent of the assessed value of the property.

5 (3) For taxes payable in 2020, the value of the exemption shall be equal to
6 thirty percent of the assessed value of the property.

7 (4) For taxes payable in 2021, the value of the exemption shall be equal to
8 forty percent of the assessed value of the property.

9 (5) For taxes payable in 2022, the value of the exemption shall be equal to
10 fifty percent of the assessed value of the property.

11 (6) For taxes payable in 2023, the value of the exemption shall be equal to
12 sixty percent of the assessed value of the property.

13 (7) For taxes payable in 2024, the value of the exemption shall be equal to
14 seventy percent of the assessed value of the property.

15 (8) For taxes payable in 2025, the value of the exemption shall be equal to
16 eighty percent of the assessed value of the property.

17 (9) For taxes payable in 2026, the value of the exemption shall be equal to
18 ninety percent of the assessed value of the property.

19 (10) Beginning January 1, 2027, the property shall be fully exempt from
20 taxation.

21 Section 2. Be it further resolved that the provisions of the amendment contained in
22 this Joint Resolution shall be become effective on January 1, 2018, and shall be applicable
23 to taxable years beginning on and after such date.

24 Section 3. Be it further resolved that this proposed amendment shall be submitted
25 to the electors of the state of Louisiana at the statewide election to be held on October 14,
26 2017.

27 Section 4. Be it further resolved that on the official ballot to be used at the election,
28 there shall be printed a proposition, upon which the electors of the state shall be permitted

1 to vote YES or NO, to amend the Constitution of Louisiana, which proposition shall read as
2 follows:

3 Do you support an amendment to gradually exempt items constituting
4 business inventory from ad valorem property tax over ten years? (January 1,
5 2018) (Adds Article VII, Section 21(N))

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 181 Original

2017 Regular Session

Robby Carter

Abstract: 10-year phase-in of an ad valorem property tax exemption for items constituting business inventory beginning in 2018.

Present constitution authorizes local governments to impose an ad valorem property tax upon movable and immovable property within their jurisdictions.

Proposed constitutional amendment provides for a 10-year phase-in (10% per year) of an exemption from ad valorem property tax for items constituting business inventory. Such items include goods which are held for sale, goods in production or for ultimate consumption in the production of goods or services for sale, and goods utilized in marketing and distribution activities.

Effective Jan. 1, 2018, and is applicable to taxable years beginning on and after such date.

Provides for submission of the proposed amendment to the voters at the statewide election to be held Oct. 14, 2017.

(Adds Const. Art. VII, §21(N))