



1 may enter into contracts for the exemption from ad valorem taxes of a new  
2 manufacturing establishment or an addition to an existing manufacturing  
3 establishment, on such terms and conditions as the board, with the approval of the  
4 governor, deems in the best interest of the state.

5 (2) The exemption shall be for an initial term of no more than five calendar  
6 years, and may be renewed for an additional five years. All property exempted shall  
7 be listed on the assessment rolls and submitted to the Louisiana Tax Commission or  
8 its successor, but no taxes shall be collected thereon during the period of exemption.

9 (3) The terms "manufacturing establishment" and "addition" as used herein  
10 mean a new plant or establishment or an addition or additions to any existing plant  
11 or establishment which engages in the business of working raw materials into wares  
12 suitable for use or which gives new shapes, qualities or combinations to matter which  
13 already has gone through some artificial process.

14 (4) Beginning on January 1, 2019, no new contract or contract renewal  
15 entered into pursuant to this Paragraph shall provide for any exemption of any  
16 portion of ad valorem taxes dedicated to, levied by, or levied on behalf of a city  
17 school board, parish school board, or other local public school board.

18 \* \* \*

19 Section 2. Be it further resolved that this proposed amendment shall be submitted  
20 to the electors of the state of Louisiana at the statewide election to be held on November 6,  
21 2018.

22 Section 3. Be it further resolved that on the official ballot to be used at said election  
23 there shall be printed a proposition, upon which the electors of the state shall be permitted  
24 to vote YES or NO, to amend the Constitution of Louisiana, which proposition shall read as  
25 follows:

26 Do you support an amendment to prohibit the State Board of Commerce and  
27 Industry from entering into contracts that exempt manufacturers from paying  
28 school taxes?

29 (Amends Article VII, Section 21(F))

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The original instrument was prepared by Leonore F. Heavey. The following digest, which does not constitute a part of the legislative instrument, was prepared by James Benton.

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DIGEST

SB 26 Engrossed 2017 Regular Session Morrell

Present constitution authorizes the State Board of Commerce and Industry, with gubernatorial approval, to enter into contracts to exempt new and expanding manufacturing facilities from ad valorem taxation.

Proposed constitutional amendment retains the ability of the board to enter into contracts to exempt certain manufacturing facilities from certain ad valorem taxes.

Proposed constitutional amendment beginning January 1, 2019, prohibits the board from exempting a manufacturing facility under a new contract or contract renewal from the payment of ad valorem taxes imposed by or on behalf of a city school board, parish school board, or other local public school board.

Specifies submission of the amendment to the voters at the statewide election to be held on November 6, 2018.

(Amends Const. Art. VII, Sec. 21(F))

Summary of Amendments Adopted by Senate

Committee Amendments Proposed by Senate Committee on Revenue and Fiscal Affairs to the original bill

1. Clarifies bill to apply to taxes imposed on behalf of a city school board, a parish school board, or other local public school board.