

2017 Regular Session

HOUSE BILL NO. 670

BY REPRESENTATIVE JACKSON

TAX CREDITS: Provides with respect to the eligibility and amounts of certain tax credits

1 AN ACT

2 To amend and reenact R.S. 47:6007(C)(1)(c)(i) and (ii) and 6009(D)(1), relative to tax
3 credits; to provide for income and corporation franchise tax credits; to provide for
4 threshold amounts for eligibility for certain tax credits; to reduce the amount of
5 certain tax credits; to provide for effectiveness; and to provide for related matters.

6 Be it enacted by the Legislature of Louisiana:

7 Section 1. R.S. 47:6007(C)(1)(c)(i) and (ii) and 6009(D)(1) are hereby amended and
8 reenacted to read as follows:

9 §6007. Motion picture production tax credit

10 C. Production tax credit; specific productions and projects.

11 (1)

12 * * *

13 (c) For state-certified productions approved by the office and the secretary
14 on or after July 1, 2009:

15 (i) If the total base investment is ~~greater than~~ three hundred thousand dollars
16 or more, each investor shall be allowed a tax credit of thirty percent of the base
17 investment made by that investor. However, if a state-certified production does not
18 include a Louisiana promotional graphic or an alternative marketing opportunity
19 which has been approved by the department for that specific production, the tax
20 credit shall be twenty-five percent of the base investment made by the investor.

1 (ii) If the total base investment is ~~greater than~~ at least fifty thousand dollars,
2 but less than or equal to three hundred thousand dollars, for each state certified
3 production there shall be allowed a tax credit of thirty percent of the total base
4 investment made by that investor. However, each applicant shall accept as a
5 condition for earning this tax credit, that no less than ninety percent of the total
6 amount of the applicant's expenditures for above the line services shall be expended
7 on residents of Louisiana and that ninety percent or more of the total number of jobs
8 in the production shall be jobs in which the applicant will employ residents of
9 Louisiana. Failure to comply with these requirements for which certification of the
10 tax credits is granted, shall void the certification and no tax credits shall be certified
11 by the office or the secretary or earned by the applicant.

* * *

13 §6009. Louisiana Basic Skills Training Tax Credit

* * *

15 D. Tax credits. (1) Any Louisiana business or industry which satisfies the
16 criteria provided for herein shall, with submission of proper and complete
17 applications, receive a ~~one hundred eighty~~ one hundred fifty dollar tax credit per
18 participating employee, with the total of all such basic skills training tax credits not
19 to exceed twenty-one thousand six hundred dollars for any such single business or
20 industry enterprise in a particular tax year. This tax credit may be applied to any
21 state income tax liability or any state corporation franchise tax liability and, if the
22 entire credit cannot be used in the year earned, the remainder may be applied against
23 income tax or corporation franchise tax liabilities for the succeeding two tax years,
24 or until the entire credit is used, whichever occurs first.

* * *

26 Section 2. This Act shall become effective on January 1, 2018.

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 670 Original

2017 Regular Session

Jackson

Abstract: Modifies eligibility for the motion picture production tax credit and reduces the amount of the La. basic skills training tax credit.

Present law provides for an income tax credit for investments related to state-certified productions. The amount of the credit is determined by the amount of the investment.

Proposed law modifies eligibility for the tax credit by reducing the investment threshold amounts for the credit.

Present law provides for an income tax credit for corporations that pay for basic skills training for qualified employees. The amount of the credit is \$180 per trained employee, with a cap of \$21,600 in credits per taxpayer.

Proposed law reduces the amount of the credit from \$180 per trained employee to \$150.

Effective Jan. 1, 2018.

(Amends R.S. 47:6007(C)(1)(c)(i) and (ii) and 6009(D)(1))