



1           (O) Notwithstanding any contrary provision of this Section, there are hereby  
2           authorized standard, local, and executive exemptions from ad valorem property taxes  
3           for capital investment projects as follows:

4           (1) The standard exemption shall be for a term of eight calendar years and  
5           shall exempt eighty percent of the ad valorem property taxes of the capital  
6           investment project. The standard exemption shall be reviewed by the Board of  
7           Commerce and Industry, or its successor as provided by law, and shall be subject to  
8           local approval as prescribed by law.

9           (2) The local exemption shall be for a term of no more than fifteen years and  
10           may exempt up to one hundred percent of the property taxes of the capital investment  
11           project. The local exemption shall be subject to local approval as prescribed by law.

12           (3) The executive exemption shall be for a term determined by the governor  
13           and may exempt up to one hundred percent of the property taxes of the capital  
14           investment project. The executive exemption shall require approval from the  
15           governor and shall be subject to local approval as prescribed by law.

16           (4) The enactment of a law to administer any exemption authorized in this  
17           Paragraph shall require a favorable vote of two-thirds of the elected members of each  
18           house of the legislature.

19           Section 2. Be it further resolved that the provisions of the amendment contained in  
20 this Joint Resolution shall become effective January 1, 2024, and shall be applicable to tax  
21 years beginning on or after January 1, 2024.

22           Section 3. Be it further resolved that this proposed amendment shall be submitted  
23 to the electors of the state of Louisiana at the statewide election to be held on October 14,  
24 2023.

25           Section 4. Be it further resolved that on the official ballot to be used at the election,  
26 there shall be printed a proposition, upon which the electors of the state shall be permitted  
27 to vote YES or NO, to amend the Constitution of Louisiana, which proposition shall read as  
28 follows:

1 Do you support an amendment to allow for a property tax exemption on  
 2 capital investment projects, to provide for the terms of the exemptions, and  
 3 to authorize the legislature to provide for the administration of the  
 4 exemptions by law? (January 1, 2024) (Adds Article VII, Section 21(O))

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 473 Original	2023 Regular Session	Ivey
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**Abstract:** Establishes standard, local, and executive property tax exemptions for capital investment projects when the projects meet eligibility and approval standards pursuant to law.

Present constitution authorizes a property tax exemption for new manufacturing establishments and additions to existing establishments for an initial term of five years, with a five-year renewal. The exemption is effectuated through a contract granted by the Board of Commerce and Industry (BC&I), with the approval of the governor.

Proposed constitutional amendment authorizes three ad valorem property tax exemptions for capital investment projects as follows:

- (1) A standard exemption for a term of eight calendar years for 80% of property taxes. The exemption is subject to review by the BC&I, and is subject to local approval as provided by law.
- (2) A local exemption for a term of no more than 15 calendar years for up to 100% of property taxes. The exemption is subject to local approval as provided by law.
- (3) An executive exemption for a term determined by the governor for up to 100% of property taxes. The exemption requires approval of the governor and is subject to local approval as provided by law.

Proposed constitutional amendment also requires that any law enacted to administer the new exemptions requires a favorable vote of two-thirds of the elected members of each house of the legislature.

Provides for submission of the proposed amendment to the voters at the statewide election to be held Oct. 14, 2023.

Effective Jan. 1, 2024, and applicable to tax years beginning on or after Jan. 1, 2024.

(Adds Const. Art. VII, §21(O))