HLS 162ES-12 ORIGINAL

2016 Second Extraordinary Session

HOUSE BILL NO. 11

1

BY REPRESENTATIVE SHADOIN

TAX/INCOME TAX: Reduces the amount of the individual income tax deduction for excess federal itemized personal deductions (Item #42)

AN ACT

2	To amend and reenact R.S. 47:293(3), relative to the individual income tax; to provide with
3	respect to the deduction for excess federal itemized personal deductions; to reduce
4	the amount of the deduction; to provide for applicability; to provide for an effective
5	date; and to provide for related matters.
6	Be it enacted by the Legislature of Louisiana:
7	Section 1. R.S. 47:293(3) is hereby amended and reenacted to read as follows:
8	§293. Definitions
9	The following definitions shall apply throughout this Part, unless the context
10	requires otherwise:
11	* * *
12	(3) "Excess federal itemized personal deductions" for the purposes of this
13	Part, means the following percentages fifty-seven and one-half percent of the amount
14	by which the federal itemized personal deductions exceed the amount of federal
15	standard deductions which is designated for the filing status used for the taxable
16	period on the individual income tax return required to be filed:
17	(a) For tax years beginning during calendar year 2007, fifty-seven and one
18	half percent of such excess federal itemized personal deductions.
19	(b) For tax years beginning during calendar year 2008, sixty-five percent of
20	such excess federal itemized personal deductions.

CODING: Words in struck through type are deletions from existing law; words <u>underscored</u> are additions.

1 (c) For all tax years beginning on and after January 1, 2009, one hundred 2 percent of such excess federal itemized personal deductions. 3 4 Section 2. The provisions of this Act shall be applicable to all tax years beginning 5 on and after January 1, 2016. 6 Section 3. This Act shall become effective upon signature by the governor or, if not signed by the governor, upon expiration of the time for bills to become law without signature 7 8 by the governor, as provided by Article III, Section 18 of the Constitution of Louisiana. If 9 vetoed by the governor and subsequently approved by the legislature, this Act shall become 10 effective on the day following such approval.

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 11 Original

2016 Second Extraordinary Session

Shadoin

Abstract: Reduces the amount of the individual income tax deduction for excess federal itemized personal deductions <u>from</u> 100% <u>to</u> 57.5% for all tax years beginning on and after Jan. 1, 2016.

<u>Present law</u> authorizes a deduction from individual income taxes for excess federal itemized personal deductions. Excess federal itemized personal deductions is defined to mean 100% of the amount by which the federal itemized personal deductions exceed the amount of federal standard deduction designated for the filing status used for the taxable period on the individual income tax return.

<u>Proposed law</u> reduces the amount of the deduction $\underline{\text{from}}$ 100% $\underline{\text{to}}$ 57.5% for all tax years beginning on and after Jan. 1, 2016.

Effective upon signature of governor or lapse of time for gubernatorial action.

(Amends R.S. 47:293(3))