
The original instrument and the following digest, which constitutes no part of the legislative instrument, were prepared by Leonore Heavey.

SB 181 Original DIGEST Morrell
2017 Regular Session

Present law provides for income and corporation tax credits for a percentage of the cost of certain qualifying activities.

Proposed law provides that the following credits cannot be earned for the qualifying activities after June 30, 2017:

- (1) Tax credit for contributions to educational institutions.
- (2) Certain refunds issued by utilities.
- (3) Tax credit for bone marrow donor expense.
- (4) Employer credit (Employment of the Previously Unemployed).
- (5) Qualified new recycling manufacturing or process equipment and/or service contracts.
- (6) Tax credits for donations made to assist playgrounds in economically depressed areas.
- (7) Louisiana Basic Skills Training Tax Credit.
- (8) Employer tax credits for donations of materials, equipment, advisors, or instructors.
- (9) Tax credits for donations made to public schools.
- (10) Tax credits for certain expenses paid by economic development corporations.
- (11) Tax credits for purchasers from "PIE contractors".
- (12) Angel Investor Tax Credit Program.
- (13) Sound recording investor tax credit.
- (14) Tax credit for Louisiana Citizens Property Insurance Corporation assessment.
- (15) Solar energy systems tax credit.
- (16) Musical and theatrical production income tax credit.

- (17) Tax credit for conversion of vehicles to alternative fuel usage.
- (18) Technology Commercialization Credit and Jobs Program.
- (19) Louisiana Community Development Financial Institutions Tax credit.

Present law authorizes the following tax credits for 100% of the ad valorem taxes paid by certain taxpayers.

- (1) Ad valorem tax credit for Inventory and Natural Gas.
- (2) Ad valorem tax credit for Offshore Vessels.
- (3) Ad valorem tax paid by certain telephone companies.

Proposed law reduces the amount of the credit to 75% of the ad valorem taxes paid on or after January 1, 2017, for these ad valorem credits.

Present law provides for a 20% tax credit for eligible expenses for the rehabilitation of a historic structure that will be used for business purposes.

Proposed law retains present law and adds a \$65 million annual cap on historic rehabilitation tax credits that can be earned.

Present law provides businesses a retention and modernization tax credit for modernization of their existing state operations that meet certain qualifications.

Proposed law authorizes the recapture of the retention and modernization tax credit by the Department of Revenue if the business does not maintain the same statewide number of employees for five years after receiving the credit.

Present law includes tax credits and exemptions that are expired.

Proposed law repeals the following expired tax credits and exemptions:

- (1) State low income housing credit.
- (2) Neighborhood assistance tax credit.
- (3) Tax credit for employee and dependent health insurance coverage.
- (4) Louisiana Motion Picture Incentive Act (tax credit and sales tax exemption).
- (5) Corporate Tax Apportionment Program.

(6) Brownfields Investor Tax Credit.

(7) Louisiana Capital Companies Tax Credit Program.

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

(Amends R.S. 47:37(C), 265, 287.664, 287.755(C), 287.758(B), 6004(A)(1) and (C), 6005(C)(1), (D)(1), and (G), 6006(A), 6006.1(A), 6008(A), 6009(D)(1), 6012(B), 6013(A), 6014(A), 6017(A), 6019(A)(1)(a), 6023(I), 6034(K), and 6035(H); adds R.S. 47:6018(G), 6020(G), 6025(A)(4), 6030(A)(3), R.S. 51:2353(E), 2399.4(C)(3), and 3085(B)(5); repeals R.S. 47:12, 35, 287.759, 301(10)(a)(vi), 4331, and 6021, and R.S. 51:1921-1935)