

2017 Regular Session

SENATE BILL NO. 183

BY SENATOR MORRELL

Prefiled pursuant to Article III, Section 2(A)(4)(b)(i) of the Constitution of Louisiana.

TAX/TAXATION. Provides termination dates for certain tax incentive and rebate programs.
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AN ACT

To amend and reenact R.S. 51:1787(K), 2461, 3113(C), and 3121(C)(3)(a)(ii) and (b)(i), and to enact R.S. 17:3389(G), R.S. 47:6351(I), and R.S. 51:2367(F), relative to tax incentives and rebates; to provide for a termination date for the incentive program for university research and development parks; to extend the termination date of certain tax incentive and rebate programs administered by the Department of Economic Development; to provide for an effective date; and to provide for related matters.

Be it enacted by the Legislature of Louisiana:

Section 1. R.S. 17:3389(G) is hereby enacted to read as follows:

§3389. University research and development parks; tax exemptions

* * *

G. No contracts shall be entered into pursuant to this Section on or after July 1, 2017.

Section 2. R.S. 47:6351(I) is hereby enacted to read as follows:

§6351. Rebates; contracts for certain state sales and use tax rebates

* * *

1 (3)(a) * * *

2 (ii) No new contract shall be approved on or after July 1, ~~2018~~ **2022**, but
3 contracts existing on that date may continue and may be renewed.

4 * * *

5 Section 4. This Act shall become effective upon signature by the governor or, if not
6 signed by the governor, upon expiration of the time for bills to become law without signature
7 by the governor, as provided by Article III, Section 18 of the Constitution of Louisiana. If
8 vetoed by the governor and subsequently approved by the legislature, this Act shall become
9 effective on the day following such approval.

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

DIGEST

SB 183 Original

2017 Regular Session

Morrell

Present law provides for a program under which the Board of Commerce and Industry, with the approval of the Joint Legislative Committee on the Budget and the governor, may enter into contracts for tax exemptions, tax credits, and rebates with businesses that locate in university research and development parks.

Proposed law provides that no new contracts with businesses that locate in university research and development parks shall be entered into on or after July 1, 2017.

Present law provides for a procurement processing company rebate program that rebates a portion of the state sales and use taxes collected on new taxable sales by a purchasing company which is managed by a procurement processing company.

Proposed law provides that no new contracts under the procurement processing company rebate program shall be approved on or after July 1, 2017.

Present law provides for the Enterprise Zone Program under which the Department of Economic Development can enter into contracts with qualified applicants for rebates of sales and use tax and an investment tax credit.

Proposed law provides that no new advance notifications for the Enterprise Zone Program shall be accepted on or after July 1, 2021.

Present law authorizes the secretary of the La. Department of Economic Development and the governor to enter into cooperative endeavor agreements with qualified mega-projects for rebates up to the total amount of state severance tax paid on natural gas consumed by the mega-project.

Proposed law provides that no cooperative endeavor agreement with a mega-project for the rebate of severance tax shall be entered into on or after July 1, 2017.

Present law provides for the Louisiana Quality Jobs Program under which the Department of Economic Development can enter into contracts with qualified applicants for rebates of sales and use tax and an investment tax credit.

Proposed law provides that no new advance notifications for the Quality Jobs Program shall be accepted on or after July 1, 2022.

Present law provides for the Corporate Headquarters Relocation Program under which the Department of Economic Development can enter into contracts with qualified applicants for a rebate of a percentage of the business's relocation costs.

Proposed law changes the date on or after which no new contracts for the Corporate Headquarters Relocation Program can be approved from July 1, 2018, to July 1, 2017.

Present law provides for a Competitive Projects Payroll Incentive Program under which the Department of Economic Development can enter into contracts with qualified applicants for rebates of sales and use tax and an investment tax credit.

Proposed law provides that no new contracts under the Competitive Projects Payroll Incentive Program shall be approved on or after July 1, 2022.

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

(Amends R.S. 51:1787(K), 2461, 3113(C), and 3121(C)(3)(a)(ii) and (b)(i); adds R.S. 17:3389(G), R.S. 47:6351(I), and R.S. 51:2367(F))