

SENATE SUMMARY OF HOUSE AMENDMENTS

SB 159

2021 Regular Session

Allain

KEYWORD AND SUMMARY AS RETURNED TO THE SENATE

TAX/TAXATION. Constitutional amendment to reduce the maximum rate of individual income tax and to provide for a federal income tax deduction as provided by law. (2/3 - CA13s1(A))

SUMMARY OF HOUSE AMENDMENTS TO THE SENATE BILL

1. Change the maximum allowable rate of individual income tax from 5% to 4.75%.
2. Changes election submission date to November 8, 2022.

DIGEST OF THE SENATE BILL AS RETURNED TO THE SENATE

SB 159 Engrossed

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Present constitution provides that the individual income tax rates and brackets shall not exceed those rates and brackets in effect as of Jan. 1, 2003, which are as follows for single taxpayers:

- (1) 2% on the first \$12,500 of net income.
- (2) 4% on the next \$37,500 of net income.
- (3) 6% on net income in excess of \$50,000.

Proposed constitutional amendment reduces the maximum allowable rate of individual income tax from 6% to 4.75%.

Proposed constitutional amendment removes references to 2003 individual income tax rates and brackets.

Present constitution requires a deduction of the full amount of federal income taxes paid for all state income taxes.

Proposed constitutional amendment permits, but does not require, a deduction for federal income taxes paid.

Specifies submission of the amendment to the voters at the statewide election to be held on November 8, 2022.

(Amends Const. Art. VII, Sec. 4(A))

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