

1 inventory in the parish from all ad valorem taxes imposed by all taxing
2 authorities in the parish. The procedure for the adoption of this exemption shall
3 be as provided by law.

4 (b) The definition of "goods held in inventory" shall be as provided by
5 law. Once enacted, the definition shall not be amended or repealed except by a
6 law enacted by two-thirds of the elected members of each house of the
7 legislature.

8 (c) If a parish adopts this exemption, the exemption shall not be revoked
9 except by a law enacted by two-thirds of the elected members of each house of
10 the legislature.

11 (2)(a) No new contracts for exemption pursuant to Paragraph F of this
12 Section may be entered into by the State Board of Commerce and Industry or
13 its successor for new manufacturing establishments or additions to existing
14 manufacturing establishments located in any parish that adopts the exemption
15 for goods held in inventory pursuant to this Paragraph.

16 (b) No new contracts for exemption pursuant to Paragraph I of this
17 Section may be entered into by or on behalf of any parish that adopts the
18 exemption for goods held in inventory pursuant to this Paragraph.

19 (3)(a) In parishes that adopt the exemption for goods held in inventory
20 provided in Subparagraph (1) of this Paragraph, the State Board of Commerce
21 and Industry or its successor, with the approval of the governor, may enter into
22 contracts for the exemption from ad valorem taxes of a new manufacturing
23 establishment or an addition to an existing manufacturing establishment in the
24 parish, on terms and conditions as the board, with the approval of the governor,
25 deems to be in the best interest of the state.

26 (b) For purposes of the exemption provided by this Subparagraph, the
27 terms "manufacturing establishment" and "addition" mean a new plant or
28 establishment or an addition or additions to any existing plant or establishment
29 that engages in the business of working raw materials into wares suitable for use

1 or that gives new shapes, qualities, or combinations to matter that already has
2 gone through some artificial process.

3 (c) An exemption granted pursuant to this Subparagraph shall be for an
4 initial term of no more than five calendar years and may be renewed for a
5 second term of no more than five calendar years. A manufacturing
6 establishment or addition shall be eligible for a renewal only if it has met all the
7 terms and conditions of the initial contract.

8 (d) No exemption contract entered into pursuant to this Subparagraph
9 shall exempt more than eighty percent of the ad valorem taxes that otherwise
10 would be owed to each tax recipient body.

11 (e) All property exempted pursuant to this Subparagraph shall be listed
12 on the assessment rolls and submitted to the Louisiana Tax Commission or its
13 successor.

14 (f) The approval process for this exemption shall be as provided in
15 regulations by the Board of Commerce and Industry or in an executive order
16 issued by the governor.

17 Section 2. Be it further resolved that this proposed amendment shall be submitted
18 to the electors of the state of Louisiana at the statewide election to be held on
19 November 8, 2022.

20 Section 3. Be it further resolved that on the official ballot to be used at said election
21 there shall be printed a proposition, upon which the electors of the state shall be permitted
22 to vote YES or NO, to amend the Constitution of Louisiana, which proposition shall read as
23 follows:

24 Do you support an amendment that authorizes parishes to exempt inventory
25 from ad valorem taxation in exchange for a reduction of the maximum
26 exemption for manufacturing establishments?

27 (Adds Article VII, Section 21(O))

