
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 844 Original

2024 Regular Session

Riser

Abstract: Repeals the individual income tax effective January 1, 2026.

Present law imposes an income tax for each taxable year upon the La. income of every individual, whether resident or nonresident. Proposed law repeals present law.

Proposed law repeals references to the imposition of an individual income tax appearing in present law.

Present law requires and provides for the levy, collection, and payment of tax upon the net income of estates, trusts, corporations, and resident and nonresident individuals.

Proposed law eliminates references to a tax upon the net income of individuals. Proposed law thereby provides that the only entities whose net income is subject to taxation are estates, trusts, and corporations.

Present law establishes the following rates of tax to be assessed, levied, collected, and paid upon the taxable income of an individual:

- (1) 1.85% on the portion of the first \$12,500 of net income in excess of credits against that income.
- (2) 3.50% on the next \$37,500 of net income.
- (3) 4.25% on any amount of net income in excess of \$50,000.

Proposed law repeals present law and provides instead that for taxable years beginning on or after Jan. 1, 2026, no tax shall be assessed, levied, collected, or paid upon the taxable income of an individual.

Present law provides for automatic reductions in individual income tax rates if certain conditions are met. Proposed law repeals present law.

Proposed law applies to taxable years beginning on or after Jan. 1, 2026.

Effective Jan. 1, 2026.

(Amends R.S. 47:31, 32(A), and 295(Section heading); Repeals R.S. 47:32.1, 290, 295(A), and 296.1(B)(3)(e) and (5))