

2015 Regular Session

HOUSE BILL NO. 89

BY REPRESENTATIVE RITCHIE

TAX CREDITS: Reduces the amount of the inventory tax credit

1 AN ACT

2 To amend and reenact R.S. 47:6006(D)(5) and to enact R.S. 47:6006(D)(6) and (7), relative
3 to tax credits; to provide for the amount of the credit; and to provide for related
4 matters.

5 Be it enacted by the Legislature of Louisiana:

6 Section 1. R.S. 47:6006(D)(5) is hereby amended and reenacted and R.S.
7 47:6006(D)(6) and (7) are hereby enacted to read as follows:

8 §6006. Tax credits for local inventory taxes paid

9 * * *

10 D. The credit provided in this Section shall be allowed as follows:

11 * * *

12 (5) For inventory taxes paid to political subdivisions on or after July 1, 1996,
13 and before January 1, 2015, the credit shall be one hundred percent of such taxes
14 paid.

15 (6) For inventory taxes paid to political subdivisions on or after January 1,
16 2015, and before January 1, 2017, the credit shall be seventy-five percent of such
17 taxes paid.

18 (7) For inventory taxes paid to political subdivisions on or after January 1,
19 2017, the credit shall be one hundred percent of such taxes paid.

DIGEST

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HB 89 Original

2015 Regular Session

Ritchie

Abstract: Reduces the amount of the inventory tax credit from 100% to 75% for ad valorem taxes paid on or after Jan. 1, 2015, and before Jan. 1, 2017.

Present law authorizes an income or corporation franchise tax credit for ad valorem tax paid to political subdivisions on inventory held by manufacturers, distributors, and retailers and on certain natural gas. The amount of the credit is equal to 100% of taxes paid.

Proposed law retains present law but reduces the amount of the allowable credit from 100% to 75% for taxes paid on or after Jan. 1, 2015, and before Jan. 1, 2017.

(Amends R.S. 47:6006(D)(5); adds R.S. 47:6006(D)(6) and (7))