
DIGEST

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HB 532 Engrossed

2015 Regular Session

Stokes

Abstract: Changes the tax credit for local inventory taxes paid from a refundable credit to a credit in which 75% of the amount of the credit above the liability is refundable and 25% may be carried forward and applied against subsequent tax liability for calendar years 2015, 2016, 2017, and 2018.

Present law provides that taxes paid by corporations shall be applied to state corporate income and corporation franchise taxes. Further provides that credit for taxes paid by unincorporated persons shall be applied to state personal income taxes.

Present law provides that the taxpayer shall be entitled to a refund for any allowable credit which exceeds the aggregate tax liability of the taxpayer. Further requires the Dept. of Revenue to refund the excess tax credit amount to the taxpayer from current tax collections.

Proposed law provides that if the amount of the credit authorized exceeds the amount of tax liability for the tax year, 75% shall be refundable and 25% shall be carried forward for calendar years 2015, 2016, 2017, and 2018. Further provides that in calendar year 2019, 100% shall be refundable.

(Amends R.S. 47:6006(B))

Summary of Amendments Adopted by House

The Committee Amendments Proposed by House Committee on Ways and Means to the original bill:

1. Increase the amount of the credit that can be refunded from 65% to 75% and decrease the amount of the credit that can be carried forward from 35% to 25%.