

2016 Second Extraordinary Session

SENATE BILL NO. 7

BY SENATOR MORRELL

TAX/TAXATION. Provides for increases to the earned income tax credit. (See Act) (Item No. 47)

1 AN ACT

2 To amend and reenact R.S. 47:297.8(A), relative to refundable tax credits; to increase the
3 earned income tax credit; to provide for effectiveness; and to provide for related
4 matters.

5 Be it enacted by the Legislature of Louisiana:

6 Section 1. R.S. 47:297.8(A) is hereby amended and reenacted to read as follows:

7 §297.8. Earned income tax credit

8 A. There shall be a credit against the tax imposed by this Chapter for
9 individuals in an amount equal to ~~three and one-half~~ **five** percent of the federal
10 earned income tax credit for which the individual is eligible for the taxable year
11 under Section 32 of the Internal Revenue Code.

12 * * *

13 Section 2. This Act shall become effective for tax periods beginning on and after
14 January 1, 2016.

The original instrument and the following digest, which constitutes no part of the legislative instrument, were prepared by Leonore Heavey.

DIGEST

SB 7 Original

2016 Second Extraordinary Session

Morrell

Present law provides for a state earned income tax credit that is 3.5% of the federal earned income tax credit.

Proposed law increases the state earned income tax credit that is 5% of the federal earned income tax credit.

Effective for tax periods beginning on and after January 1, 2016.

(Amends R.S. 47:297.8(A))