

Regular Session, 2009

SENATE BILL NO. 336

BY SENATORS JACKSON AND BROOME

TAX/INCOME/PERSONAL. Revises the rates and brackets for personal income tax.
(gov sig)

1 AN ACT

2 To amend and reenact R.S. 47:32(A)(2) and (3), relative to individual income tax; to provide
3 for rates and brackets; and to provide for related matters.

4 Be it enacted by the Legislature of Louisiana:

5 Section 1. R.S. 47:32(A)(2) and (3) are hereby amended and reenacted to read as
6 follows:

7 §32. Rates of tax

8 A. On individuals. The tax to be assessed, levied, collected and paid upon the
9 taxable income of an individual shall be computed at the following rates:

10 * * *

11 (2) Four percent on the next ~~thirty-seven~~ **twelve** thousand five hundred
12 dollars of net income;

13 (3) Six percent on any amount of net income in excess of ~~fifty~~ **twenty-five**
14 thousand dollars of net income.

15 * * *

16 Section 2. R.S. 47:32(A)(2) and (3) are hereby amended and reenacted to read as
17 follows:

1 §32. Rates of tax

2 A. On individuals. The tax to be assessed, levied, collected and paid upon the
3 taxable income of an individual shall be computed at the following rates:

4 * * *

5 (2) Four percent on the next ~~twelve~~ **thirty-seven** thousand five hundred
6 dollars of net income;

7 (3) Six percent on any amount of net income in excess of ~~twenty-five~~ **fifty**
8 thousand dollars of net income.

9 * * *

10 Section 3.(A) Sections 1 and 4 of this Act and this Section shall become effective
11 upon signature by the governor or, if not signed by the governor, upon expiration of the time
12 for bills to become law without signature by the governor, as provided by Article III, Section
13 18 of the Constitution of Louisiana. If vetoed by the governor and subsequently approved
14 by the legislature, this Act shall become effective on the day following such approval.

15 (B) The provisions of Section 1 of this Act shall be applicable for all tax years
16 beginning during 2009.

17 Section 4.(A) Section 2 of this Act shall become effective on January 1, 2010.

18 (B) The provisions of Section 2 of this Act shall be applicable for all tax years
19 beginning on and after January 1, 2010.

The original instrument and the following digest, which constitutes no part
of the legislative instrument, were prepared by Jerry J. Guillot.

DIGEST

Present law, relative to individual income tax, provides that applicable for all tax years beginning on and after January 1, 2009, the tax to be assessed, levied, collected and paid upon the taxable income of an individual shall be computed at the following rates:

- (1) Two percent on that portion of the first \$12,500 dollars of net income which is in excess of the credits against net income provided for in R.S. 47:79.
- (2) Four percent on the next \$37,500 of net income.
- (3) Six percent on any amount of net income in excess of \$50,000 of net income.

For tax years beginning before January 1, 2009, the tax to be assessed, levied, collected and paid upon the taxable income of an individual was computed at the following rates:

- (1) Two percent on that portion of the first \$12,500 dollars of net income which is in excess of the credits against net income provided for in R.S. 47:79.
- (2) Four percent on the next \$12,500 of net income.
- (3) Six percent on any amount of net income in excess of \$25,000.

Proposed law, effective upon signature by the governor or lapse of time for gubernatorial action, provides for tax periods beginning during 2009, the following rates:

- (1) Two percent on that portion of the first \$12,500 dollars of net income which is in excess of the credits against net income provided for in R.S. 47:79.
- (2) Four percent on the next \$12,500 dollars of net income.
- (3) Six percent on any amount of net income in excess of \$25,000.

Proposed law, effective January 1, 2010, provides for tax periods beginning on and after January 1, 2010, the following rates:

- (1) Two percent on that portion of the first \$12,500 dollars of net income which is in excess of the credits against net income provided for in R.S. 47:79.
- (2) Four percent on the next \$37,500 of net income.
- (3) Six percent on any amount of net income in excess of \$50,000.

Effective upon signature by the governor or lapse of time for gubernatorial action except that Section 2 of the Act shall become effective January 1, 2010.

(Amends R.S. 47:32(A)(2) and (3))