

Regular Session, 2013

HOUSE BILL NO. 394

BY REPRESENTATIVE RITCHIE

TAX/INCOME TAX: Reduces the rates for individual income tax

1 AN ACT

2 To amend and reenact R.S. 47:32(A), relative to individual income tax; to provide relative  
3 to the rate of tax on the net income of individuals; to reduce the rate of tax on the net  
4 income of individuals; to provide for effectiveness; and to provide for related  
5 matters.

6 Be it enacted by the Legislature of Louisiana:

7 Section 1. R.S. 47:32(A) is hereby amended and reenacted to read as follows:

8 §32. Rates of tax

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

11 (1) ~~Two~~ One percent on that portion of the first twelve thousand five  
12 hundred dollars of net income which is in excess of the credits against net income  
13 provided for in R.S. 47:79;

14 (2) ~~Four~~ Three percent on the next thirty-seven thousand five hundred dollars  
15 of net income;

16 (3) ~~Six~~ Five percent on any amount of net income in excess of fifty thousand  
17 dollars of net income.

18 \* \* \*

19 Section 2. This Act shall become effective on January 1, 2014, and shall be  
20 applicable to all tax years beginning on and after January 1, 2014.

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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)]

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Ritchie

HB No. 394

**Abstract:** Reduces the rate of tax on the net income of individuals.

Present law provides that the tax to be assessed, levied, collected and paid upon the taxable income of an individual shall be computed at the following rates:

- (1) 2% on the first \$12,500 of net income.
- (2) 4% on the next \$37,500 of net income.
- (3) 6% on any amount of net income in excess of \$50,000.

Proposed law reduces the present law rates of the tax on the net income of individuals as follows:

- (1) 1% on the first \$12,500 of net income.
- (2) 3% on the next \$37,500 of net income.
- (3) 5% on any amount of net income in excess of \$50,000.

Effective Jan. 1, 2014, and applicable to all tax years beginning on and after Jan. 1, 2014.

(Amends R.S. 47:32(A))