

Regular Session, 2013

HOUSE BILL NO. 609

BY REPRESENTATIVE KATRINA JACKSON

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 and three quarter percent on that portion of the first twelve
12 thousand five hundred dollars of net income which is in excess of the credits against
13 net income provided for in R.S. 47:79;

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

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

18 * * *

1 Section 2. This Act shall take effective on January 1, 2014 and become operative if
2 and when the Act which originated as House Bill No. ____ of this 2013 Regular Session of
3 the Legislature is enacted and becomes effective.

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)]

Katrina Jackson

HB No. 609

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) 1.75% on the first \$12,500 of net income.
- (2) 3.75% on the next \$37,500 of net income.
- (3) 5.75% on any amount of net income in excess of \$50,000.

Effective Jan. 1, 2014, and shall become operative if and when the Act which originated as House Bill No. ____ of this 2013 Regular Session of the Legislature is enacted and becomes effective.

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