

2015 Regular Session

HOUSE BILL NO. 226

BY REPRESENTATIVE JAY MORRIS

TAX/INCOME-INDIV/EXEMPT: Reduces the individual income tax credit for earned income

1 AN ACT

2 To amend and reenact R.S. 47:297.8(A), relative to individual income tax; to provide with
3 respect to the earned income tax credit; to reduce the amount of the tax credit; to
4 provide for applicability of the tax credit; and to provide for related 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~~ one and three-quarters of one
10 percent of the federal earned income tax credit for which the individual is eligible
11 for the taxable year under Section 32 of the Internal Revenue Code.

12 * * *

13 Section 2. The provisions of this Act shall be applicable for taxable years beginning
14 on and after January 1, 2015.

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)]

HB 226 Original

2015 Regular Session

Jay Morris

Abstract: For purposes of individual income tax, reduces the amount of the La. earned income tax credit from 3.5% to 1.75% of the amount of the taxpayer's federal earned income tax credit.

Present law provides for an individual income tax credit in an amount equal to 3.5% of the amount of the taxpayer's federal earned income tax credit authorized under Section 32 of the Internal Revenue Code.

Proposed law reduces the amount of the state tax credit from 3.5% to 1.75% of the federal tax credit.

Applicable for taxable years beginning on and after Jan. 1, 2015.

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