DIGEST

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HB 508 Engrossed	2017 Regular Session	James
TIB 500 Engrossed		Junios

Abstract: Provides for a fee for the transfer of a motion picture production tax credit. Establishes the La. Entertainment Development Fund as a special treasury fund and deposits the collections from the fee into the fund.

<u>Present law</u> authorizes the transfer of tax credits and requires that the transferor and transferee submit a notification of the transfer to the Dept. of Revenue.

Present law requires a processing fee of up to \$250 per transferee be submitted with the notification.

<u>Proposed law</u> changes the amount of the fee from up to \$250 per transferee to \$200 for requests to transfer filed with the office prior to July 1, 2017, and 2% of the tax credit transfer value for requests to transfer filed on or after July 1, 2017.

<u>Proposed law</u> creates the Louisiana Entertainment Development Fund and deposits into the fund the fees required in <u>proposed law</u>.

<u>Proposed law</u> requires 25% of the fund to be appropriated to the Dept. of Revenue for administrative purposes and 75% to the Dept. of Economic Development for education development initiatives, matching grants for Louisiana filmmakers, a loan guarantee program, and a deal closing fund.

Effective if and when Senate Bill No. 254 of this 2017 R.S. is enacted and becomes effective.

(Amends R.S. 47:6007(C)(4)(b); Adds R.S. 47:6007(C)(4)(g))

Summary of Amendments Adopted by House

The Committee Amendments Proposed by House Committee on Ways and Means to the <u>original</u> bill:

- 1. Change the fee requirement for the notification of transfer <u>from</u> 2% of the tax credit transfer value to \$200 for projects that apply for transfer prior to July 1, 2017, and 2% of the tax credit transfer value for projects that apply for transfer on or after July 1, 2017.
- 2. Change the effective date <u>from</u> upon signature of the governor <u>to</u> conditional effectiveness if Senate Bill No. 254 from the 2017 R.S. of the Legislature is enacted and becomes effective.