

## RÉSUMÉ DIGEST

**ACT 134 (SB 159)**

**2021 Regular Session**

**Allain**

Present constitution provides that the individual income tax rates and brackets shall not exceed those rates and brackets in effect as of Jan. 1, 2003, which are as follows for single taxpayers:

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

Proposed constitutional amendment reduces the maximum allowable rate of individual income tax from 6% to 4.75%.

Proposed constitutional amendment removes references to 2003 individual income tax rates and brackets.

Present constitution requires a deduction of the full amount of federal income taxes paid for all state income taxes.

Proposed constitutional amendment permits, but does not require, a deduction for federal income taxes paid.

Specifies submission of the amendment to the voters at the statewide election to be held on October 9, 2021.

(Amends Const. Art. VII, Sec. 4(A))