

SENATE BILL NO. 341

BY SENATOR JACKSON AND REPRESENTATIVES ALARIO, ANSARDI, ARNOLD, BALDONE, BARROW, BAUDOIN, BAYLOR, BURRELL, K. CARTER, CAZAYOUX, CHANDLER, CRANE, CURTIS, DAMICO, DANIEL, DARTEZ, DEWITT, DORSEY, DOVE, DOWNS, DURAND, FANNIN, FARRAR, FAUCHEUX, FRITH, GRAY, ELBERT GUILLORY, ELCIE GUILLORY, HARRIS, HEATON, HEBERT, HILL, HONEY, HUNTER, JACKSON, JEFFERSON, KATZ, KENNARD, KENNEY, LAFLEUR, LAFONTA, LANCASTER, MARCHAND, MCDONALD, MORRELL, PIERRE, PINAC, PITRE, T. POWELL, QUEZAIRE, RICHMOND, RITCHIE, ROMERO, SALTER, GARY SMITH, JACK SMITH, ST. GERMAIN, STRAIN, THOMPSON, TOWNSEND, TUCKER, WALKER, WALSWORTH AND WILLIAMS

1 AN ACT

2 To enact R.S. 47:297.7, relative to individual income tax; to provide for an earned income
3 tax credit against state tax; and to provide for related matters.

4 Be it enacted by the Legislature of Louisiana:

5 Section 1. R.S. 47:297.7 is hereby enacted to read as follows:

6 **§297.7. Earned income tax credit**

7 **A. There shall be a credit against the tax imposed by this Chapter for**
8 **individuals in an amount equal to three and one-half percent of the federal**
9 **earned income tax credit for which the individual is eligible for the taxable year**
10 **under Section 32 of the Internal Revenue Code.**

11 **B. If the credit against Louisiana income tax for resident individuals**
12 **exceeds the amount of such individual's tax liability for the taxable year, then**
13 **such excess tax credit shall constitute an overpayment from the current**
14 **collections of the taxes imposed under this Part. The right to a refund of any**
15 **such overpayment shall not be subject to the requirements of R.S. 47:1621(B).**

16 Section 2. This Act shall be applicable to tax years beginning on and after January
17 1, 2008.

1 Section 3. This Act shall become effective on January 1, 2008; if vetoed by the
2 governor and subsequently approved by the legislature, this Act shall become effective on
3 January 1, 2008, or on the day following such approval by the legislature, whichever is later.

PRESIDENT OF THE SENATE

SPEAKER OF THE HOUSE OF REPRESENTATIVES

GOVERNOR OF THE STATE OF LOUISIANA

APPROVED: _____