

State of Louisiana
Department of Revenue

JOHN BEL EDWARDS
Governor



KIMBERLY LEWIS ROBINSON
Secretary

Task Force on Structural Changes in Budget and Tax Policy

Louisiana Department of Revenue
LaSalle Building
617 North Third Street,
Baton Rouge, LA 70802

Notice of Meeting
Friday, May 13, 2016
9:00 a.m.
Louisiana Senate
John J. Hainkel, Jr. Room
State Capitol, Senate Basement

Agenda

- I. Call to Order/Roll Call
- II. Review and Approval of Minutes of Meeting on May 6, 2016
- III. Discussions on Long-term Structural Reform
 - a. The Proposed Format for Discussion—see Attachment
 - b. Additional Information on Personal Income Tax
 - i. Information from Department of Revenue
 - ii. Louisiana's Comparison with Other States
 - iii. Analysis of Hypothetical Taxpayers based on elimination of excess itemized deductions and change brackets
 - 1. Single and joint filers
 - 2. Various Income levels
 - 3. No Other Major Exemptions, Deductions, or Credits
 - 4. Impact on state collections and on tax liability of each taxpayer at state and federal level
 - 5. Other impacts

Contributing to a better quality of life.

- iv. Louisiana's Comparison with States without PIT
- v. Long-term Revenue Estimates
- vi. Outside Influences on PIT Collections
 - 1. Federal Government
 - 2. Economic Conditions
 - 3. Impact of Exemptions, Deductions, and Credits
- vii. Preliminary Suggestions with focus on
 - 1. Long-term stability
 - 2. Distributional balance
 - 3. Competitive environment
 - 4. Administrative simplicity
 - 5. Others

IV. Short-term and Temporary Adjustments to Revenue If Special Session is Required

- a. Alternatives Presented in prior studies and reports
- b. Alternatives Available if Dollars Required to maintain standstill budget for FY 2017 amount to \$500 million*
 - i. Information from Louisiana Department of Revenue
 - ii. Other Recommendations
- c. Resolutions Presented to Task Force
 - i. Adjustments in Inventory Ad Valorem Tax Credit—Resolution by Sean Reilly
 - ii. Adjustments in PIT
 - 1. Proposal by Richardson, Sheffrin, and Alm
 - iii. Adjustments in CIT
 - iv. Adjustments in Sales Tax Rate on Items not Taxed until Special Session 2016
 - v. Adjustments in exemptions, deduction, and credits
 - vi. Other Adjustments
- d. Introduction of New Resolutions

V. Other Business

VI. Adjournment

* This is for discussion purposes only and is **NOT** an indication of the actual amount of dollars required to maintain a standstill budget for FY 17 or any indication of the appropriate level of funding for state services.

THIS NOTICE CONTAINS A TENTATIVE AGENDA AND MAY BE REVISED PRIOR TO THE MEETING.