

**Filing Status – Line 5** – The filing status of qualifying widow(er) has been updated to Qualifying Surviving Spouse to reflect current terminology.

**Electric and Hybrid Vehicle Road Usage Fee – Line 23B** – Act 578 of the 2022 Regular Legislative Session levies a road usage fee to be paid by the owner or lessee of an electric or hybrid vehicle registered and operated in Louisiana during the calendar year. The fee is based on a calendar year and is prorated if the vehicle was owned, leased, or registered in Louisiana for less than a year. The fee is dedicated to state and local transportation and development funds and is to supplement the “road tax” paid on gas. Use Form R-19000A, *Schedule A for Electric and Hybrid Vehicle Road Usage Fee*, to calculate your fee and attach it to your return. You may attach multiple copies if you own more than two vehicles. See the instructions to Form R-19000. For additional information, see LAC 61:I.5501 and LDR’s website. (R.S. 32:461)

#### **NONRESIDENT & PART-YEAR RESIDENT (NPR) WORKSHEET**

**Add Back of Pass – Through Entity Loss – Line 16 and Pass – Through Entity Exclusion Deduction – Code 24E** – Instructions were updated to clarify that you must attach a copy of Form R-6981, *Louisiana Statement of Owner’s Share of Entity Level Tax Items*, and a pro forma Federal Form 1040 that excludes any income, deductions or other tax items that were included in the calculation of Louisiana net income on the entity’s Louisiana Form CIFT-620. The amount that you can exclude using Code 24E is the difference in Federal AGI calculated on your Federal Form 1040 and the pro forma Federal Form 1040. If the difference is a loss, the loss must be added to your Federal AGI on Line 16.

**Capital Gain from Sale of Louisiana Business – Code 20E** – Instructions were updated to refer taxpayers to Form R-6180, *Net Capital Gains Deduction Worksheet*, for more information and for the documentation required to be attached to your return.

#### **SCHEDULE D-NR – DONATIONS**

**Holden's Hope – Line 21** – You may donate all or part of your adjusted overpayment to Holden's Hope to support families of infants who have long medical stays in the hospital and families coping with miscarriages, stillbirths or the loss of an infant. For more information, visit [www.holdenshopeforever.org](http://www.holdenshopeforever.org).

#### **SCHEDULE F-NR – REFUNDABLE PRIORITY 2 CREDITS**

**School Readiness Child Care Directors and Staff – Code 66F and Line 5A** – The credit is for eligible child care directors and eligible child care staff based on certain attained qualifications. The amount of the credit is adjusted each year if there is an increase in the Consumer Price Index Urban (CPI-U). The credit amount for 2023 can be found at [www.revenue.louisiana.gov/SchoolReadiness](http://www.revenue.louisiana.gov/SchoolReadiness). You must enter the facility license number from Form R-10615 on Line 5A and attach a copy of Form R-10615 to your return. Failure to do so will result in processing delays. For more information regarding this credit, contact the Louisiana Department of Education. (R.S. 47:6106)

**Adoption of Unrelated Infant – Code 78F** – Act 452 of the 2023 Regular Legislative Session allows a refundable credit of \$5,000 for the adoption of a child who is unrelated to the taxpayer and **who is less than three years of age**. An adoption of an infant from foster care does not qualify for the credit. The credit is taken for the year in which the adoption becomes final. Attach a copy of the adoption order or decree and a letter from the private agency or attorney stating the date of placement.

**Historic Residential** – This credit is no longer available because Act 272 of the 2013 Regular Legislative Session ended the credit effective December 31, 2017.

#### **SCHEDULE J-NR – NONREFUNDABLE PRIORITY 3 CREDITS**

##### **Child Care Credit Carried Forward From 2018 through 2022**

**Line 3** – The child care tax credit for taxpayers whose federal adjusted gross income exceeds \$25,000 may not be refunded and any unused credit amounts can be used over the next five years. For the 2023 tax year, credits from 2018 through 2022 can be applied on Line 3. Any remaining child care credit from 2017 cannot be applied to the 2023 tax liability. (R.S. 47:297.4)

##### **School Readiness Credit Carried Forward From 2018 through 2022 – Line 5**

The school readiness credit for taxpayers whose federal adjusted gross income exceeds \$25,000 may not be refunded and any unused credit amounts can be used over the next five years. For the 2023 tax year, credits from 2018 through 2022 can be applied on Line 5. Any remaining child care credit from 2017 cannot be applied to the 2023 tax liability. (R.S. 47:6104)

##### **Motion Picture Investment – Code 251 and Motion Picture Infrastructure – Code 261**

Act 411 of the 2023 Regular Legislative Session prohibits a taxpayer from using a credit if there exists a delinquent federal, state, or local tax obligation. The taxpayer must certify that there is no delinquent federal, state, or local tax obligation on Form R-90150, *Taxpayer Certification of Compliance of Tax Obligations for the Motion Picture Production Credit*. This form must be attached to the return.

##### **Historic Structures – Code 253**

Act 426 of the 2023 Regular Legislative Session expands the credit to include expenditures which are incurred on or after January 1, 2023 and to allow the credit for expenditures related to the rehabilitation of a historic structure contributing to the National Register of Historic Places. In addition, Act 426 increases the credit and provides a different rate for qualifying structures located in a rural area for taxable periods beginning on or after January 1, 2023, and before January 1, 2029. (R.S. 47:6019)

##### **Firearm Safety Devices – Code 465**

Act 403 of the 2023 Regular Legislative Session provides a credit for the purchase of one or more firearm safety devices from a federally licensed dealer in a single transaction. Only one credit can be earned per return in a tax year. The credit is for the amount paid for the qualifying items, including sales tax, limited to \$500. "Firearm" means any pistol, revolver, rifle, shotgun, machine gun, submachine gun, black powder weapon, or assault rifle which is designed to fire or is capable of firing fixed cartridge ammunition or from which a shot or projectile is discharged by an explosive. "Firearm safety device" means a safe, gun safe, gun case, lock box, or other device that is designed to be or can be used to store a firearm and that is designed to be unlocked only by means of a key, a combination, or other similar means. Only \$500,000 in credits can be granted in a year. A copy of the receipt must be attached to the return as documentation of the credit.

**Biomed/University Research** – This credit is no longer available because Act 386 of the 2017 Regular Legislative Session ended the credit effective July 1, 2017.

**Digital Interactive Media** – This credit is no longer available because the time to carry forward unused credits has ended.

#### **VISIT THESE LDR WEBSITES:**

- [www.revenue.louisiana.gov/taxforms](http://www.revenue.louisiana.gov/taxforms) for forms and instructions.
- [www.revenue.louisiana.gov/individuals](http://www.revenue.louisiana.gov/individuals) for tax information.
- [www.revenue.louisiana.gov/fileonline](http://www.revenue.louisiana.gov/fileonline) for free filing options.
- [www.revenue.louisiana.gov/latap](http://www.revenue.louisiana.gov/latap) for free payment options.

## General Information for Filing your 2023 Louisiana Nonresident and Part-Year Resident Individual Income Tax Return



- Please use black ink only.
- Free internet filing is available for most Louisiana taxpayers on [www.revenue.louisiana.gov/fileonline](http://www.revenue.louisiana.gov/fileonline).
- See page 1 for What's New for 2023.

### WHO MUST FILE A RETURN (Form IT-540B)

1. If you are a nonresident, or part-year resident, with income from Louisiana sources, who is required to file a federal individual income tax return, you must file a Louisiana return reporting income earned in 2023.

- Write amounts only on those lines that are applicable.
- Use only a pen with **black ink**.
- Because this form is read by a machine, enter your numbers clearly inside the boxes like this:

0	1	2	3	4	5	6	7	8	9	X
---	---	---	---	---	---	---	---	---	---	---

- All numbers should be rounded to the nearest dollar. Numbers should **NOT** be entered over the pre-printed zeros in the boxes on the far right, which are used to designate cents (.00).
- To avoid any delay in processing, use this form for 2023 only.
- If you are filing an amended return, mark an "X" in the "Amended Return" box on the face of the return.

2. You must file a return to obtain a refund or credit if you overpaid your tax through withholding, declaration of estimated tax, credit carried forward, composite partnership payments made on your behalf, or claiming a 2023 refundable child care credit.

3. **Military** – If you are military personnel whose domicile is not Louisiana, you must report any nonmilitary Louisiana sourced income on Form IT-540B, *Louisiana Nonresident Individual Income Tax Return*. The federal Military Spouses Residency Relief Act has extended certain residency protections to spouses of military members. Under this Act, a spouse's state of residence does not change when he or she moves to a new state to be with a servicemember who is under military orders to be in the new state. A spouse who is NOT a resident of Louisiana but is in Louisiana solely to be with a Louisiana stationed servicemember who is NOT a resident of Louisiana must report all Louisiana sourced income other than wages, interest, or dividends, on Form IT-540B. If you qualify under the Military Spouses Residency Relief Act, mark an "X" in the "MSRA" box on the face of the return. Income earned within or derived from Louisiana sources such as rents, royalties, estates, trusts, or partnerships is taxable to Louisiana. See Revenue Information Bulletin 10-005 for more information.

If you are military personnel whose home of record is Louisiana and you meet the filing requirements of 1 or 2 above, you must file a return, regardless of where you were stationed. If you are single, you should file Form IT-540, *Louisiana Resident Individual Income Tax Return*, and report all of your income to Louisiana. If you are married, and both you and your spouse are residents of Louisiana, you should file Form IT-540 and report all of your income to Louisiana. If you are married and one of you is **NOT** a resident of Louisiana, you may file as a resident (Form IT-540) or a nonresident (Form IT-540B), whichever is more beneficial to you and your spouse.

4. **Surviving Spouses, Executors, Administrators, or Legal Representatives** – A final return for a decedent must be filed if you are the surviving spouse, executor, administrator, or legal

representative, and the decedent met the filing requirements at the date of death. If both conditions apply, mark the decedent box on the face of the return for the appropriate taxpayer, and attach a copy of the death certificate. If a refund is due to the decedent's estate, survivor, etc., you must also complete and attach Form R-6642, *Refund Claim on Behalf of Deceased Taxpayer*, found on the LDR website. The surviving spouse, executor, administrator, or legal representative may claim the credit for Funeral and Burial Expense for a Pregnancy-related Death on the final return if applicable. See the instructions for the credit for more information.

5. **Nonresident Professional Athletes** – If you are a nonresident professional athlete, who either plays for a professional sports franchise, or who is a member of a professional sports association or league, you must file Form **IT-540B**, and Schedules NRPA-1 and NRPA-2 electronically. Refer to Louisiana Administrative Codes (LAC) 61:1.1305 and 61:III.1527 on LDR's website at [www.revenue.louisiana.gov/policies](http://www.revenue.louisiana.gov/policies).

### NAME, ADDRESS, AND SOCIAL SECURITY NUMBER

Enter your legal name, address, daytime telephone number, Social Security Number, and date of birth on your return. For the unit type, use postal abbreviations such as APT, FL, STE, and RM. If you have a foreign address, enter the city name in the appropriate space. Follow the country's practice for entering the postal code and the name of the province, county, or state. Enter the foreign country name in the appropriate space. Do not abbreviate the country name.

If there is a change in your name or address since last year's return (for example, new spouse), mark an "X" in the "Name Change" or "Address Change" box. LDR automatically updates your account when you change your address with the Post Office. A direct address change can be accomplished by marking the "Address Change" box when filing your return, or can be submitted by accessing your account at [www.revenue.louisiana.gov/latap](http://www.revenue.louisiana.gov/latap). If married, enter Social Security Numbers and date of birth for both you and your spouse. On a joint return, your names and Social Security Numbers must be listed in the same order that you listed them on your federal return.

### NONRESIDENT RETURN OR PART-YEAR RETURN

If you are filing as a nonresident, mark an "X" in the Nonresident Return box. If you are filing as a part-year resident, mark an "X" in the Part-Year Return box.

### FORMS

Forms and instructions are on the Louisiana Department of Revenue (LDR) website, [www.revenue.louisiana.gov/taxforms](http://www.revenue.louisiana.gov/taxforms).

### AMENDED RETURNS

If you file your income tax return and later become aware of any changes you must make to income, deductions, exemptions, or credits, you must file an amended (corrected) Louisiana return. You must use the correct form for the tax year being amended, mark an "X" in the "Amended Return" box on the face of the return, include an explanation of the change and a copy of the federal amended return, Federal Form 1040X, if one was filed. If you are amending your income tax return due to utilizing a Net Operating Loss (NOL) carryback as allowed by federal law, see "NET OPERATING LOSS (NOL)" later.

## General Information for Filing your 2023 Louisiana Nonresident and Part-Year Resident Individual Income Tax Return... *Continued*

**NOTE: Do not make any adjustments for refunds received, or for payments made with the original return. This information is already on file.**

### NET OPERATING LOSS (NOL)

If the current tax year produces a Louisiana NOL, attach a Federal pro forma Form 1040 to show how the Louisiana NOL was calculated.

If you are utilizing a Louisiana NOL carry forward, you must mark an "X" in the "NOL" box on the face of the return, and include a schedule showing the year in which the NOL occurred and the amount utilized each year and a Federal pro forma Form 1040 to show how the utilized Louisiana NOL was calculated. In the space provided on Line 9 of the Nonresident and Part-Year Resident (NPR) Worksheet, enter the amount of the Louisiana NOL being utilized. This amount should also be included in the amount in the Louisiana column.

If you are amending your return to utilize a Federal NOL carryback, you must mark an "X" in the "Amended Return" box on the face of the return, and include an explanation of the change and a copy of the federal amended return, Federal Form 1040X, or Federal Form 1045 whichever was filed.

If you are amending your return to utilize a Federal and Louisiana NOL carryback, you must mark an "X" in the "Amended Return" box and also in the "NOL" box on the face of the return, and include a schedule showing the year in which the NOL occurred and the amount utilized each year; a copy of the federal amended return, Federal Form 1040X or Federal Form 1045 whichever was filed; and a Federal pro forma Form 1040 to show how the utilized Louisiana NOL was calculated. In the space provided on Line 9 of the NPR Worksheet, enter the amount of the Louisiana NOL being utilized. This amount should also be included in the amount in the Louisiana column.

If you did not provide a Federal pro forma Form 1040 for the year that produced the loss, you must provide a copy when utilizing the NOL. See LAC 61:I.1302 for more information.

### FEDERAL TAX ADJUSTMENTS

Louisiana Revised Statute (R.S.) 47:103(C) requires taxpayers, whose federal returns are adjusted, to furnish a statement disclosing the nature and amounts of the adjustments within 60 days after the adjustments have been made and accepted. This statement must accompany the amended state return.

### WHEN TO FILE

1. A 2023 calendar year return is due on or before May 15, 2024.
2. Returns for fiscal years are due on or before the 15th day of the fifth month after the close of the taxable year.
3. If the due date falls on a weekend or legal state holiday, the return is due the next business day.

### WHERE TO FILE AND PAY TAX

Enter your legal name and Social Security Number on your return and any correspondence. **NOTE:** On a joint return, list the names and Social Security Numbers on Form IT-540B in the same order that you listed them on your federal return.

A return for which a **payment** is due must be mailed to P.O. Box 3550, Baton Rouge, LA 70821-3550. **Print the last four digits of**

your Social Security Number on your check or money order. **DO NOT SEND CASH.** An electronic payment option is available on the LDR website at [www.revenue.louisiana.gov/latap](http://www.revenue.louisiana.gov/latap).

**You can also pay your taxes by credit card over the internet or by telephone.** Visit LDR's website for more information.



**All other individual income tax returns** must be mailed to P.O. Box 3440, Baton Rouge, LA 70821-3440.

### EXTENSION OF TIME FOR FILING A RETURN

If you know you cannot file your return by the due date, you do not need to file for an extension. You will automatically be granted an extension of six months to November 15, 2024.

**Important: An extension does not relieve you of your obligation to pay all tax amounts due by the original due date.** If you anticipate that you will owe additional tax on your return, then you should submit your payment with a payment voucher (Form R-2868V) by May 15, 2024. An extension means only that you will not be assessed a delinquent filing penalty for filing your return after the due date but before the extended due date. Interest on the additional tax due from the due date of the return and any penalties will be assessed if applicable. If you file your return after the extended due date, you will be assessed delinquent filing penalty from the original due date of the return. **NOTE:** No paper or electronic extension form needs to be filed to obtain the automatic extension.

### INSTALLMENT REQUEST

If you are unable to pay the balance in full by the due date, you may submit an installment request using Form R-19026, *Installment Request for Individual Income*, which is available on the LDR website. You may also submit the request by accessing your account at [www.revenue.louisiana.gov/latap](http://www.revenue.louisiana.gov/latap). There is a fee of \$105 to establish a standard installment payment agreement.

### KEEP YOUR RECORDS

You should keep copies of federal and state tax returns and W-2 statements for four years. In most cases, you do not have to submit a copy of your federal return with your state return unless requested by LDR.

### CONSUMER EXCISE TAX RETURN

Louisiana imposes an excise tax on tobacco products and alcoholic beverages. As a resident, if you purchased any of these products on the internet or through the mail, you are required to pay the excise tax on those products. You must use Form R-5629, *Consumer Excise Tax Return*, to report and pay the tax due on these products.

### ELECTRIC AND HYBRID VEHICLE ROAD USAGE FEE

Louisiana imposes a road usage fee on the owner or lessee of an electric or hybrid vehicle registered and operated in Louisiana during the calendar year as provided by R.S. 32:461. The fee is dedicated to state and local transportation and development funds and is to supplement the "road tax" paid on gas. The fee for 2023 is due on or before May 15, 2024. See the instructions for Line 23B for more information.



**Instructions for Preparing your 2023 Nonresident and Part-Year Resident Income Tax Return**

**NOTE:** If you are not required to file a federal return, but had Louisiana income tax withheld in 2023, complete Lines 1 through 6D. In the appropriate boxes above Line 7, enter the total amount of wages and income even though you may not be required to file a federal return and mark the box to the right. Skip to Line 14, enter zero “0” and complete the remainder of the return. You must enter the total amount of wages and income in the boxes above Line 7. Failure to do so will result in processing delays.

**Lines 1-5 – Filing status –** You must use the same filing status on your Louisiana return as you did on your federal return. In the box on the left, enter the number corresponding to your filing status: “1” for Single, “2” for Married Filing Jointly, “3” for Married Filing Separately, “4” for Head of Household, and “5” for Qualifying Surviving Spouse. Head of Household status is for unmarried people who paid over half the cost of keeping up a home for a qualifying person. If you file as Head of Household or Qualifying Surviving Spouse, you must show the child's name if the qualifying person is a child but not your dependent.

**Lines 6A and 6B – Exemptions –** Mark an “X” in the appropriate boxes. You must use the same number of exemptions on your Louisiana return as you did on your federal return, unless: you are listed as a dependent on someone else’s return, you are age 65 or over, or you are blind. You must claim an exemption for yourself on Line 6A, even if someone else claimed you on their federal tax return. This box has already been marked with an “X” for you.

**Line 6C –** Enter the names of the dependents claimed on your federal return. Complete the required information. If you have more than 6 dependents, attach a statement to your return with the required information. In the box on Line 6C, enter the total number of dependents claimed.

**Line 6D –** Add Lines 6A, 6B, and 6C.

**Line 7 –** Enter the amount of your Federal Adjusted Gross Income (Federal AGI). This amount is taken from the Nonresident and Part-year Resident (NPR) Worksheet, Federal column, Line 12. If your Federal AGI is less than zero, enter zero “0.”

**Line 8 –** Enter the amount of your Louisiana Adjusted Gross Income. This amount is taken from the NPR Worksheet, Line 20. If your Louisiana Adjusted Gross Income is less than zero, enter zero “0.”

**Line 9 –** Divide Line 8 by Line 7. Carry out to two decimal places in the percentage, for example 48.32 percent. **Do not round up.** The percentage cannot exceed 100 percent. When Federal Adjusted Gross Income is less than Louisiana income, the ratio shall be 100 percent (R.S. 47:293(10)).

**Lines 10A through 10E –** If you did not itemize your deductions on your federal return, skip Lines 10A through 10D, enter a zero “0” on Line 10E and go to Line 11.

**Line 10A –** If you itemized your deductions on your federal return, enter the amount of your federal itemized deductions shown on Federal Form 1040 or 1040-SR, Schedule A, Line 17.

**Line 10B –** If you itemized your deductions on your federal return, enter the amount of your allowable federal itemized deduction for medical and dental expenses, shown on Federal Form 1040 or 1040-SR, Schedule A, Line 4.

**Line 10C –** If you itemized your deductions on your federal return and your filing status is 1 or 3, enter \$13,850; 2 or 5, enter \$27,700; 4, enter \$20,800.

**Line 10D –** Subtract Line 10C from Line 10B. If less than zero, enter zero “0.”

<b>Tax Computation Worksheet</b> (Keep this worksheet for your records.)				
<b>A</b>	<b>Taxable Income:</b> Enter the amount from Form IT-540B, Line 11.		<b>A</b>	00
<b>B</b>	<b>First Bracket:</b> If Line A is greater than \$12,500 (\$25,000 if filing status is 2 or 5), enter \$12,500 (\$25,000 if filing status is 2 or 5). If Line A is less than \$12,500 (\$25,000 if filing status is 2 or 5), enter amount from Line A.	<b>B</b>	00	
<b>C1</b>	<b>Combined Personal Exemption – Standard Deduction:</b> If your filing status is 2, 4, or 5, enter \$9,000; if 1 or 3, enter \$4,500.	<b>C1</b>	00	
<b>C2</b>	<b>Credit for Dependents:</b> Enter \$1,000 for taxpayers and/or spouses who are 65 or over, or blind, and for each dependent claimed on Form IT-540B, Line 6C.	<b>C2</b>	00	
<b>C3</b>	<b>Total:</b> Add Lines C1 and C2.	<b>C3</b>	00	
<b>D</b>	<b>Ratio:</b> Enter the ratio from Form IT-540B, Line 9.	<b>D</b>	%	
<b>E</b>	<b>Allowable Deduction:</b> Multiply Line C3 by the ratio on Line D.	<b>E</b>	00	<b>TAX</b>
<b>F</b>	<b>Taxable First Bracket:</b> Subtract Line E from Line B. Multiply balance by 1.85% rounding to the nearest cent, and enter the result in the TAX column.	<b>F</b>	00	<b>1.85% Rate</b>
<b>G</b>	<b>Second Bracket:</b> Subtract Line B from Line A; and, if the balance is greater than zero, enter the balance or \$37,500 (\$75,000 if filing status is 2 or 5), whichever is less. <b>Note:</b> Reduce this amount by the amount that Line E exceeds Line B. Multiply balance by 3.5% rounding to the nearest cent, and enter the result in the TAX column.	<b>G</b>	00	<b>3.5% Rate</b>
<b>H</b>	<b>Third Bracket:</b> Subtract \$50,000 (\$100,000 if filing status is 2 or 5), from Line A, and enter the balance. If less than zero, enter “0.” Multiply the balance by 4.25% rounding to the nearest cent, and enter the result in the TAX column.	<b>H</b>	00	<b>4.25% Rate</b>
<b>I</b>	<b>Total Tax:</b> Add the amounts in the TAX column on Lines F, G, and H and round to the nearest dollar. Enter here and on Form IT-540B, Line 12.	<b>I</b>		00

**Line 10E** – If you did not itemize your deductions on your federal return, enter a zero "0". Otherwise, multiply Line 10D by the percentage on Line 9. This amount of deduction is the portion applicable to your Louisiana income.

**Line 11** – Subtract Line 10E from Line 8. If less than zero, enter zero "0."

**Line 12** – Calculate your Louisiana income tax by using the Tax Computation Worksheet on page 4. **DO NOT USE RESIDENT TAX TABLES.**

**Line 13** – Enter the amount of the Nonrefundable Priority 1 Credits from Form IT-540B, Schedule C-NR, Line 5.

**Line 14** – Subtract Line 13 from Line 12. If the result is less than zero, or if you are not required to file a federal return, enter zero "0" and complete the remainder of the return.

**Line 15** – Enter the amount of your Louisiana Refundable Child Care Credit from the 2023 Louisiana Refundable Child Care Credit Worksheet, Line 11. This worksheet must be attached to your return. **Your Federal Adjusted Gross Income must be \$25,000 or less to claim a credit on this line, and your child care expenses must have been incurred in Louisiana.** See the Louisiana Child Care Credit instructions. Retain copies of canceled checks, receipts, and other documentation in order to support the amount of qualifying expenses or submit this documentation with the return for faster processing.

**Line 15A** – Enter the amount from the 2023 Louisiana Refundable Child Care Credit Worksheet, Line 3.

**Line 15B** – Enter the amount from the 2023 Louisiana Refundable Child Care Credit Worksheet, Line 6.

**Line 16** – Enter the amount of your 2023 Louisiana Refundable School Readiness Credit. **Your Federal Adjusted Gross Income must be \$25,000 or less to claim a credit on this line.** The amount is determined from your Louisiana Refundable School Readiness Credit Worksheet. This worksheet must be attached to your return. In the boxes under Line 16, enter the number of your qualified dependents who attended the associated star rated facility or facilities.

**Line 17** – Enter the amount of the Other Refundable Priority 2 Credits from Form IT-540B, Schedule F-NR, Line 9.

**Line 18** – Add Lines 15, 16, and 17. Do not include amounts on Lines 15A and 15B.

**Line 19** – If Line 14 is greater than Line 18, subtract Line 18 from Line 14. Also, enter a zero "0" on Line 20 and go to Line 21. Otherwise, enter a zero "0" on Line 19 and go to Line 20.

**Line 20** – If Line 18 is greater than Line 14, subtract Line 14 from Line 18.

**Line 21** – Enter the amount of the Nonrefundable Priority 3 Credits from Form IT-540B, Schedule J-NR, Line 16. These credits are limited to the tax liability calculated on Line 19.

**Line 22** – Subtract Line 21 from Line 19. If less than zero, enter zero "0."

**Line 23A** – During 2023, if you purchased goods for use in Louisiana from outside the state and were not charged Louisiana state sales tax, you are required to file and pay the tax directly to LDR. This includes purchases from catalogs, television, Internet, another state, or outside the U.S. If any of the items were alcoholic beverages or tobacco products, you are required to file Form R-5629, *Consumer Excise Tax Return*. Use the Consumer Use Tax Worksheet below to calculate your use tax. Do not include any consumer use tax reported for 2023 on Form R-1035, *Consumer Use Tax Return*, or purchases made for your business. You must register your business with LDR and report the use tax for your business under that account. Mark an "X" in the box to indicate if no use tax is due or the amount is from the Consumer Use Tax Worksheet.

**Line 23B** – During 2023, if you owned or leased an electric or hybrid vehicle that was registered and operated in Louisiana, you are required to file and pay a road usage fee directly to LDR under R.S. 32:461. The fee is for the calendar year and is prorated if the vehicle was owned, leased, or registered for less than a year. The fee is dedicated to state and local transportation and development funds and is to supplement the "road tax" paid on gas. Use Form R-19000A, *Schedule A for Electric and Hybrid Vehicle Road Usage Fee*, to calculate your fee and attach it to your return. You may attach multiple copies if you own more than two vehicles. See the instructions to Form R-19000. For additional information, see LAC 61:1.5501 and LDR's website. Mark an "X" in the box to indicate if no road usage fee is due or the amount is from Form R-19000A.

**Line 24** – Add Lines 22, 23A, and 23B.

**Line 25** – Enter the amount from Line 20, if applicable.

**Line 26** – Enter the amount of Refundable Priority 4 Credits from Form IT-540B, Schedule I-NR, Line 6.

**Line 27** – Enter the amount of Louisiana income tax withheld in 2023. You must attach copies of all W-2 and 1099 forms that indicate tax was withheld.

**Consumer Use Tax Worksheet**

Under La. R.S. 47:302(K), LDR is required to collect a 8.45 percent tax on out-of-state purchases subject to use tax. This 8.45 percent rate (which includes 4 percent to be distributed by LDR to local governments) is in lieu of the actual rate in effect for your area, and is payable regardless of the actual combined state and local rate for your area. See the instructions for Line 23A for more information.

This law ensures that Louisiana businesses are not at a competitive disadvantage with out-of-state businesses who are not required to collect sales tax.

1. Taxable purchases .....	\$ _____	.00
Tax rate (8.45 percent) .....	_____	X .0845
2. Total use tax due .....	\$ _____	.00

➡ Enter here and on Form IT-540B, Line 23A.

**Line 28** – Enter the amount of any credit carried forward from 2022. This amount is shown on your 2022 Form IT-540, Line 36, or IT-540B, Line 38.

**Line 29** – Enter the amount of any payment made on your behalf by a composite partnership filing. Enter the name of the partnership on the line provided on the return. If more than one partnership made a payment on your behalf, attach a schedule labeled with your name and Social Security Number and list each partnership and payment made.

**Line 30** – Enter the total amount of estimated payments you made for the 2023 tax year.

**Line 31** – Enter the amount of any extension payment you made for the 2023 tax year.

**Line 32** – Add Lines 25 through 31.

**Line 33 – Overpayment** – If Line 32 is greater than Line 24, subtract Line 24 from Line 32. **Your overpayment may be reduced by the Underpayment of Estimated Tax Penalty.** If Line 32 is equal to Line 24, enter a zero “0” on Lines 33 through 40 and go to Line 41. If Line 32 is less than Line 24, enter a zero “0” on Lines 33 through 39 and go to Line 40.

**Line 34** – See instructions for Underpayment Penalty.

**Line 35** – If Line 33 is greater than Line 34, subtract Line 34 from Line 33 and enter the balance on Line 35. If Line 34 is greater than Line 33, enter zero “0” on Lines 35 through 39, subtract Line 33 from Line 34 and enter the balance on Line 40.

**Line 36** – You may donate all or part of your overpayment (Line 35) to various organizations or funds listed on Schedule D-NR, Lines 2 through 21. Enter the amount from Schedule D-NR, Line 22. This amount cannot be greater than Line 35.

**Line 37** – Subtract Line 36 from Line 35. This amount of overpayment is available for credit or refund.

**Line 38** – Enter the amount of available overpayment shown on Line 37 that you wish to credit to 2024.

**Line 39** – Subtract Line 38 from Line 37. This amount is to be refunded. You must select how you want to receive your refund. If this is your first time filing, your refund cannot be directly deposited. Enter a “2” in the box if you want to receive your refund by paper check. Enter a “3” in the box if you want your refund directly deposited into your bank account. Carefully enter the information in the boxes to indicate the type of bank account, the routing number, and the account number. Your nine digit routing number appears under the memo line of your check; your bank account number will appear to the right of your routing number. **You are required to answer the question regarding the location of the bank account. If the information is unreadable or if you do not select a method to receive your refund, you will receive your refund by paper check.** Option 1 was omitted intentionally.

**Line 40** – If Line 24 is greater than Line 32, subtract Line 32 from Line 24. If you entered an amount from Line 35 as the result of underpayment penalty exceeding an overpayment, complete Lines 41 through 43, enter zero “0” on Lines 44 through 46, and go to Line 47.

**Lines 41 through 43** – You may make an additional donation to the funds listed on Lines 41 through 43. You must include payment for the amount being donated with your return. The donation will not be made unless you make payment and the donation cannot be refunded at a later date.

**Line 44** – Interest is charged on all tax amounts not paid by the due date. Enter the amount from the Interest Calculation Worksheet, Line 5.

**Line 45** – If you fail to file your tax return by the extended due date – on or before November 15, 2024, for calendar year filers, or on or before your fiscal year extended due date, you may be charged a delinquent filing penalty. Enter the amount from the Delinquent Filing Penalty Calculation Worksheet, Line 3.

**Line 46** – If you fail to pay the tax due by the due date – on or before May 15, 2024, for calendar year filers, you may be charged a delinquent payment penalty. Enter the amount from the Delinquent Payment Penalty Calculation Worksheet, Line 7.

**Line 47** – See the instructions for Underpayment Penalty.

**Line 48** – Add Lines 40 through 47. You may make an electronic payment at [www.revenue.louisiana.gov/latap](http://www.revenue.louisiana.gov/latap). You may also make payment by check or money order. **DO NOT SEND CASH.** Make your check or money order payable to the **Louisiana Department of Revenue**. Print the last four digits of your Social Security Number on your check or money order and attach it to your return.

You can also pay your taxes by credit card over the internet or by telephone. Visit LDR's website for more information.



**Social Security Numbers** – Enter your social security number in boxes provided on each page of the return.

**Name Boxes** – Enter the first 4 letters of the primary taxpayer's **last name** in the boxes on the second, third, and fourth page of this return.

**Filing – YOU MUST SIGN AND DATE YOUR RETURN.** If married filing jointly, both spouses must sign.

**Paid Preparer Instructions** – If your return was prepared by a paid preparer, that person must also sign in the appropriate space, complete the information in the “Paid Preparer Use Only” box and enter his or her identification number in the space provided under the box. If the paid preparer has a Preparer Tax Identification Number (PTIN), the PTIN must be entered in the space provided under the box; otherwise enter the Federal Employer Identification Number (FEIN) or LDR account number. If the paid preparer represents a firm, the firm's FEIN must be entered in the “Paid Preparer Use Only” box. The failure of a paid preparer to sign or provide an identification number will result in the assessment of the unidentified preparer penalty on the preparer. The penalty of \$50 is for each occurrence of failing to sign or failing to provide an identification number.

**DO NOT SUBMIT A PHOTOCOPY OF THE RETURN. Only submit an original return.**

## Instructions for Nonresident and Part-Year Resident (NPR) Worksheet

The Nonresident and Part-year Resident Worksheet is used to identify that portion of Federal Adjusted Gross Income that is Louisiana-sourced income. The top of the worksheet has two columns, Federal and Louisiana. Using your federal income tax return, complete the Federal column for Lines 1 – 12. The income lines of the worksheet correspond to specific line number references on Federal Form 1040 or 1040-SR. Under the Louisiana column, enter the amount of income that was earned or sourced in Louisiana on Lines 1 - 9 and use Lines 13 through 20 to calculate Louisiana Adjusted Gross Income. Each of the Addition and Subtraction items are allowable in accordance with state law. **IMPORTANT!** Any nonresident with gambling winnings from a Louisiana casino or other source, who is required to file a federal individual income tax return, must file a Louisiana return reporting the winnings. If the amount of tax withheld is overpaid, a refund of the difference will be issued or credited.

If you are a nonresident or part-year resident professional athlete, you will need to complete Schedules NRPA-1 and NRPA-2 first before completing the Louisiana column for Lines 1 through 9. See the instructions for Non-Resident Professional Athlete later.

### ADJUSTED GROSS INCOME

**Line 1** – In the Federal column, enter the amount of wages, salaries, tips, etc. from your Federal Form 1040 or 1040-SR, Line 1z. Of the Federal amount, enter the amount of income earned in Louisiana in the Louisiana column.

**Line 2** – In the Federal column, enter the amount of taxable interest from your Federal Form 1040 or 1040-SR, Line 2b. Of the Federal amount, enter the amount of interest income earned in Louisiana in the Louisiana column.

**Line 3** – In the Federal column, enter the amount of dividends from your Federal Form 1040 or 1040-SR, Line 3b. Of the Federal amount, enter the amount of dividends earned in Louisiana in the Louisiana column.

**Line 4** – If you have business or farm income on your Federal Form 1040 or 1040-SR, Schedule 1, Lines 3 and 6, add the amounts together including any losses from these lines that are included in your Federal Adjusted Gross Income. In the Federal column, enter the total amount of business or farm income. If the amount is a loss, indicate the loss by using brackets. For example, a business loss of \$1,356 would be reflected as <1,356>. Of the Federal amount, enter the amount of business and farm income that was sourced in Louisiana in the Louisiana column.

**Line 5** – If you have capital gains or ordinary gains on your Federal Form 1040 or 1040-SR, Line 7 and Schedule 1, Line 4, add the amounts together including any losses from these lines that are included in your Federal Adjusted Gross Income. In the Federal column, enter the total amount of capital gains and ordinary gains. If the amount is a loss, indicate the loss by using brackets. For example, an ordinary loss of \$3,500 would be reflected as <3,500>. Of the Federal amount, enter the amount of gains or losses that was sourced in Louisiana in the Louisiana column.

**Line 6** – In the federal column, enter the amount of IRA distributions or benefits from pensions and annuities from your Federal Form 1040 or 1040-SR, Line 4b and 5b. Of the Federal amount, enter the amount of IRA distributions, pensions and

annuities that was earned in Louisiana in the Louisiana column.

**Line 7** – In the Federal column, enter the amount of rental real estate, royalty, partnership, S corporation and trust income from your Federal Form 1040 or 1040-SR, Schedule 1, Line 5, including any losses from this line that are included in your Federal Adjusted Gross Income. If the amount is a loss, indicate the loss by using brackets. For example, an S corporation loss of \$2,000 would be reflected as <2,000>. Of the Federal amount, enter the amount of income from rental real estate, royalties, partnerships, S corporations, trusts, etc. that was sourced in Louisiana in the Louisiana column.

**Line 8** – In the Federal column, enter the amount of Social Security benefits from your Federal Form 1040 or 1040-SR, Line 6b. Do not enter the taxable amount of your Social Security benefits in the Louisiana column. Social Security benefits taxable for Federal are not taxable to Louisiana as provided under R.S. 47:44.2.

**Line 9** – If you have taxable refunds, credits, offsets, alimony received, unemployment compensation, or other income reported on Federal Form 1040 or 1040-SR, Schedule 1, Lines 1, 2a, 7, and 8a through 8z, add the amounts together. **Note:** Prizes and awards, gambling winnings, including lotteries, sports wagering, fantasy sports contests, raffles, and lump-sum payment from the sale of a right to receive future lottery payments are examples of other income as defined by IRS. In the Federal column, enter the total amount from the lines listed above. Of the Federal amount, enter the amount of income from these sources that was earned in Louisiana in the Louisiana column.

**Line 10** – Add Lines 1 through 9 for each column.

**Line 11** – In the Federal column, enter the total amount of adjustments to gross income from your Federal Form 1040 or 1040-SR, Line 10. Of the Federal amount, enter the amount of Louisiana adjustments to income in the Louisiana column.

**Line 12** – Under the Federal column, subtract Line 11 from Line 10 and enter the result on Line 12. This amount should agree with Federal Form 1040 or 1040-SR, Line 11. Under the Louisiana column, subtract Line 11 from Line 10 and enter the result on Line 12. Enter the Federal Adjusted Gross Income from the NPR worksheet, Federal column, Line 12 on Form IT-540B, Line 7. Complete the remainder of the worksheet to calculate Louisiana Adjusted Gross Income.

### ADDITIONS

**Line 13** – Tax-exempt interest and dividend income reported on your federal return are taxable to Louisiana, if ALL of the following conditions are met:

- a. The interest and dividends were earned while you were domiciled in Louisiana.
- b. The interest and dividends were received from obligations of a state or political subdivision of a state other than Louisiana. Obligations of the State of Louisiana, its political subdivisions, or public corporations created by them and their constituted authorities are exempt from Louisiana taxes.
- c. The obligations were purchased on or after January 1, 1980.



Enter the amount of interest or dividend income taxable to Louisiana from Federal Form 1040 or 1040-SR, Line 2a on Line 13 in the Louisiana column. See Revenue Ruling 11-001 if you have any Build America Bonds.

**Line 14** – If any previously exempted Louisiana Student Tuition Assistance and Revenue Trust (START) contributions were refunded to you during 2023 by the Louisiana Office of Student Financial Aid, enter the amount in the Louisiana column.

**Line 15** – If any previously exempted Louisiana Student Tuition Assistance and Revenue Trust Grades K-12 (START K12) contributions were refunded to you during 2023 by the Louisiana Office of Student Financial Aid, enter the amount in the Louisiana column.

**Line 16** – R.S. 47:297.14 provides for an exclusion for an individual who is a shareholder, member, or partner of an entity that made the pass-through entity tax election under R.S. 47:287.732.2. This election allows S corporations, and other entities taxed as partnerships for federal income tax purposes, to pay Louisiana income tax at the entity level. The entity must have received LDR's approval of the election. The add-back amount is the Louisiana net operating loss that was reported at the entity level for this tax year that is included on the Federal Form 1040 or 1040-SR. You must also include any net operating loss carried forward from a tax year in which the election was made and utilized in this tax year. Do not include income not taxed at the entity level such as interest and dividend income. See Revenue Information Bulletin 19-019 and LAC 61:l.1001(C)(4) for more information. You must attach a copy of Form R-6981, *Louisiana Statement of Owner's Share of Entity Level Tax Items*, and a pro forma Nonresident and Part-Year Resident (NPR) Worksheet of the Louisiana Form IT-540B excluding any income, deductions, or other tax items that were included in the calculation of Louisiana net income on the entity's Louisiana Form CIFT-620. The difference of the amount on the NPR worksheet, Line 12, from the original version and the pro forma version is the amount you can exclude. If the difference is a loss, the loss must be added to your AGI for Louisiana purposes. This amount should be included on the NPR Worksheet, Louisiana column, Line 12. You may need to complete a pro forma Federal Form 1040 in order to complete the pro forma NPR worksheet.

**Line 17** – Add Lines 12 through 16 and enter the result in the Louisiana column.

**EXEMPT INCOME LINES 18A THROUGH 18F**

Income items that are considered exempt by Louisiana law to arrive at Louisiana taxable income are referenced individually by a three-digit code. Enter the description, identifying code, and dollar amount in the appropriate spaces on Lines 18A through 18F.

**NOTE: Use only the codes referenced in the table on the Nonresident and Part-Year Resident Worksheet. The codes listed here are not interchangeable with other codes in these instructions.**

Example:

Credit Description	Code	Amount of Credit Claimed
START Savings Program	09E	700.00

**CODE EXEMPTION DESCRIPTION**

- 01E – Interest and Dividends on U.S. Government Obligations** – Enter the amount of interest and dividends received from U.S. government obligations that are included in the amount on Line 12 under the Louisiana column. Include amounts received from mutual funds, which are identified as income from investments in U.S. government obligations. If the amount is not identified specifically, it is taxable and cannot be excluded. This amount must be included in the calculation of Line 12 in the Louisiana column.
- 02E – Louisiana State Employees' Retirement Benefits** Enter the amount of retirement benefits received from the Louisiana State Employees' Retirement System. This amount must be included in the calculation of Line 12 under the Louisiana column. Indicate the month and year that you or your spouse retired in the appropriate space.
- 03E – Louisiana State Teachers' Retirement Benefits** – Enter the amount of retirement benefits received from the Louisiana State Teachers' Retirement System. This amount must be included in the calculation of Line 12 under the Louisiana column. Indicate the month and year that you or your spouse retired in the appropriate space.
- 04E – Federal Retirement Benefits** – Enter the amount of retirement benefits received from a Federal Retirement System, including benefits received from a military survivor benefit plan. This amount must be included in the calculation of Line 12 under the Louisiana column. Indicate the month and year that you or your spouse retired in the appropriate space.
- 05E – Other Retirement Benefits** – Enter the amount of retirement benefits received from any retirement systems whose benefits are specifically exempted by law from Louisiana income tax. This includes retirement systems for school employees, State Police, municipal employees and police, parochial employees, firefighters, Assessors, Clerks of Court, District Attorneys, Registrars of Voters, Sheriffs, and certain local retirement systems. In the space provided, enter the name of the retirement system or the statutory citation exempting these benefits from Louisiana income tax. A list of the eligible retirement systems and their statutory citations can be found at [www.revenue.louisiana.gov/FAQ/Details/1216](http://www.revenue.louisiana.gov/FAQ/Details/1216). This amount must be included in the calculation of Line 12 under the Louisiana column. Indicate the month and year that you or your spouse retired in the appropriate space.
- 06E – Annual Retirement Income Exemption for Taxpayers 65 Years of Age or Older** – Up to \$6,000 of your annual retirement income may be exempted from state taxation if your filing status is single, head of household, married filing





CODE	EXEMPTION DESCRIPTION	CODE	EXEMPTION DESCRIPTION
<b>14E – Volunteer Firefighter</b>	– R.S. 47:293(9)(a)(xii) and (10) provides an exclusion of \$500 per tax year for individuals who serve as volunteer firefighters. To qualify for the Volunteer Firefighter exclusion, the taxpayer must complete 24 hours of continuing education and be an active member of the Louisiana State Fireman’s Association or on the departmental personnel roster for the State Fire Marshal’s Volunteer Fireman’s Insurance Program. To substantiate the exclusion, a taxpayer should retain either a membership card with the taxpayer’s name and the applicable tax year, a lifetime membership card, or a copy of the departmental personnel roster for the State Fire Marshal’s Volunteer Fireman’s Insurance Program and a certificate or other document provided to the taxpayer noting the date of the training, the topic covered, the duration of the training, and name and contact information of the person providing the training to support the continuing education requirements.	<b>19E – Educational Expenses for a Quality Public Education</b>	Louisiana residents are allowed a deduction for certain school expenses paid during their time as a resident. R.S. 47:297.12 provides a deduction for expenses paid for a quality education for your qualified dependent’s enrollment in a public elementary or secondary school. Expenses paid with amounts deducted as START K12 Savings Program Contributions (Code 28E) are not eligible for this deduction. The dependent must be claimed on your 2023 return or must have been claimed on your 2022 return. To calculate the amount of the deduction, use the 2023 Louisiana School Expense Deduction Worksheet.
<b>16E – Voluntary Retrofit Residential Structure</b>	– R.S. 47:293(9)(a)(xiii) and (10) provide an exclusion for a taxpayer who voluntarily retrofits an existing residential structure on which the homestead exemption is claimed for ad valorem tax purposes and the structure is not rental property. The exclusion is for 50 percent of the cost paid or incurred on or after January 1, 2007, less the value of any other state, municipal, or federally sponsored financial incentives and is limited to \$5,000 per retrofitted residential structure. To qualify, the voluntary retrofitting must not be a construction, reconstruction, alteration, or repair of an existing residential structure and must comply with the State Uniform Construction Code. See Revenue Information Bulletin 09-007 for more information.	<b>20E – Capital Gain from Sale of Louisiana Business</b>	– R.S. 47:293(9)(a)(xvii) and (10) provide a deduction for net capital gains resulting from the sale or exchange of an equity interest; or from the sale or exchange of substantially all of the assets of a nonpublicly traded corporation, partnership, limited liability company, or other organization commercially domiciled in Louisiana. To qualify for the deduction, the taxpayer must have held the business for a minimum of five years immediately prior to the sale or exchange. See Form R-6180, <i>Net Capital Gains Deduction Worksheet</i> , for more information and documentation required to be attached to your return. This amount must be included in the calculation of Line 12 under the Louisiana column.
<b>17E – Elementary and Secondary School Tuition</b>	– Louisiana residents are allowed a deduction for certain school expenses paid during their time as a resident. R.S. 47:297.10 provides a deduction for expenses paid for your qualified dependent’s enrollment in a nonpublic elementary or secondary school or any public elementary or secondary laboratory school operated by a public college or university. Expenses paid with amounts deducted as START K12 Savings Program Contributions (Code 28E) are not eligible for this deduction. The dependent must be claimed on your 2023 return or must have been claimed on your 2022 return. To calculate the amount of the deduction, use the 2023 Louisiana School Expense Deduction Worksheet.	<b>21E – Employment of Certain Qualified Disabled Individuals</b>	– R.S. 47:297.13 provides a deduction for a taxpayer who provides continuous employment to a qualified individual with a disability within the state. Form R-10605, <i>Application for Deduction for Employment of Certain Qualified Disabled Individuals</i> , must be attached to your return.
<b>18E – Educational Expenses for Home-Schooled Children</b>	Louisiana residents are allowed a deduction for certain school expenses paid during their time as a resident. R.S. 47:297.11 provides a deduction for expenses paid for homeschooling your qualified dependent. Expenses paid with amounts deducted as START K12 Savings Program Contributions (Code 28E) are not eligible for this deduction. The dependent must be claimed on your 2023 return or must have been claimed on your 2022 return. To calculate the amount of the deduction, use the 2023 Louisiana School Expense Deduction Worksheet.	<b>22E – S Bank Shareholder Income Exclusion</b>	– R.S. 47:297.3 provides an exclusion for an S Bank shareholder for the portion of the income reported by an S Bank on Federal Form 1120S, Schedule K-1, or the portion on the income reported by an S Bank on an equivalent document, which is attributable to the net earnings used to compute the S Bank’s shares tax as provided in R.S. 47:1967. Attach a copy of Schedule K-1 as documentation for the amount excluded. The exclusion is only allowed if the entity did not make the pass-through entity tax election under R.S. 47:287.732.2. This amount must be included in the calculation of Line 12 in the Louisiana column.
		<b>23E – Entity Level Taxes Paid to Other States</b>	– R.S. 47:33(A) (7) provides a deduction for an individual partner, member, or shareholder’s proportionate share of an entity-level tax paid to other states that is based solely upon net income included in the entity’s federal taxable income without any capital component. The deduction is for the taxpayer’s share of the tax paid during 2023 and is limited to the extent that the proportionate share of the related income is or was taxed by Louisiana. The deduction is only allowed if the entity did not make the pass-through

**Instructions for Nonresident and Part-Year Resident Worksheet ...Continued**

<b>CODE</b>	<b>EXEMPTION DESCRIPTION</b>	<b>CODE</b>	<b>EXEMPTION DESCRIPTION</b>
	entity tax election under R.S. 47:287.732.2. See Revenue Information Bulletin 18-029 for more information and the documentation required to be attached to your return. The associated income must be included or was included in the calculation of Line 12 under the Louisiana column.		
<b>24E</b>	<b>Pass-Through Entity Exclusion</b> – R.S. 47:297.14 provides for an exclusion for an individual who is a shareholder, member, or partner of an entity that made the pass-through entity tax election under R.S. 47:287.732.2. This election allows S corporations, and other entities taxed as partnerships for federal income tax purposes, to pay Louisiana income tax at the entity level. The entity must have received LDR’s approval of the election. The excluded amount is the income that was reported at the entity level that is included on Federal Form 1040 or 1040-SR. Do not include income not taxed at the entity level such as interest and dividend income. See Revenue Information Bulletin 19-019 and LAC 61:I.1001(C)(4) for more information. You must attach a copy of Form R-6981, and a pro forma NPR Worksheet of the Louisiana Form IT-540B excluding any income, deductions or other tax items that were included in the calculation of Louisiana net income on the entity’s Louisiana Form CIFT-620. The difference of the amount on the NPR worksheet, Line 12, from the original version and the pro forma version is the amount you can exclude. If the difference is a loss, the loss must be added to your Federal AGI for Louisiana purposes on Line 16. This amount must be included in the calculation of Line 12 in the Louisiana column. You may need to complete a pro forma Federal Form 1040 in order to complete the pro forma NPR worksheet.	<b>28E</b>	<b>START K12 Savings Program Contributions</b> – R.S. 47:293(9)(a)(xxv) provides that any Louisiana resident who is a Louisiana Student Tuition Assistance and Revenue Trust K-12 (START K12) account holder with a filing status of single, married filing separately, head of household, and qualifying widow(er) can exempt up to \$1,200 per beneficiary from Louisiana taxable income. Account holders with a filing status of married filing jointly can exempt up to \$2,400 per beneficiary from Louisiana taxable income. See Revenue Information Bulletin 22-016 on LDR’s website. Amounts deducted that are used to pay costs associated with a student’s enrollment in a school or home-schooled are not eligible for the deductions authorized pursuant R.S. 47:297.10, 297.11, and 297.12.
<b>25E</b>	<b>IRC 280C Expense</b> – R.S. 47:293(9)(a)(ix) and (10) provides for an exclusion of your IRC 280C expense adjustment. See Revenue Information Bulletin 06–017 for further details. To substantiate the credit, provide LDR with a copy of Federal Form 3800 that indicates the credit plus the appropriate form for the credit. A shareholder of an S corporation or other pass-through entity should attach a copy of the Schedule K-1 to substantiate the credit if the entity did not make the pass-through entity tax election.	<b>29E</b>	<b>Digital Nomad</b> – R.S. 47:293(9)(a)(xxii) provides that a resident who meets the requirement of a digital nomad is allowed to exclude 50 percent of their gross wages, not to exceed \$150,000. The exemption only applies to gross wages resulting from services performed as a digital nomad and earned from remote work performed while a resident. To qualify as a digital nomad, the individual must establish residency in Louisiana after December 31, 2021, meet other requirements and apply to LDR to be certificated as a digital nomad.
<b>27E</b>	<b>COVID-19 Relief Benefits</b> – R.S. 47:293(9)(a)(xx) and (10) provides an exemption for any gratuitous grant, loan, rebate, tax credit, advance refund, or other qualified disaster relief benefit provided directly or indirectly by the state or federal government as a COVID-19 relief benefit if the income was included in the taxpayer’s Federal Adjusted Gross Income. Benefits may include payments from the Louisiana Main Street Recovery Fund and the Frontline Workers COVID-19 Hazard Pay Rebate Program. See Revenue Information Bulletin 21-019 and Revenue Ruling 22-002. Attach a schedule detailing the source and amount of the excluded benefits and a copy of the Federal Form 1040. This amount must be included in the calculation of Line 12 under the Louisiana column.	<b>49E</b>	<b>Other</b> – On a separate schedule, list the source and amount of other income included on Line 12 under the Louisiana column that Louisiana cannot tax. You must attach copies of supporting documentation in order to verify the exemption claimed on this line. Do not list income earned in another state. Residents of Louisiana are taxed on all income, regardless of where the income was earned. See Revenue Ruling 11-001 if you have any Build America Bonds. This code should be used for the following: <ul style="list-style-type: none"> <li>• Out-of-state employees claiming the exclusion for all income received for disaster or emergency-related work conducted in the state during a declared state of emergency. Requests for written notice concerning emergency-related services are posted as Revenue Information Bulletins on LDR’s website. This amount must be included in the calculation of Line 12 in the Louisiana column. (R.S. 47:53.5)</li> <li>• Disabled individuals claiming the exemption for expenses for making adaptations to their home. (R.S.47:59.1)</li> <li>• Persons receiving disability income for a permanent, total disability may exclude up to \$6,000 of annual disability income. This amount must be included in the calculation of Line 12 in the Louisiana column. (R.S. 47:44.1(B))</li> </ul> <p><b>Note:</b> The depletion deduction is limited to the amount of federal depletion. Louisiana does not have a provision that allows excess depletion on individual income tax.</p> <p><b>Line 19</b> – Add Lines 18A through 18F.</p> <p><b>Line 20</b> – Subtract Line 19 from Line 17. This is the amount of income that is taxable to Louisiana. Also, enter this amount on Form IT-540B, Line 8.</p>



## General Information Regarding Tax Credits and Pass-through Entity Tax Election

If a schedule is required in the instructions below, you must attach a separate schedule for each credit claimed. The schedule should clearly identify the credit, your name, and your Social Security Number. If documentation is required, you must submit the documentation with your return. For faster processing, you can upload all required information when you file your return electronically. Revenue Information Bulletins are posted on [www.revenue.louisiana.gov/policies](http://www.revenue.louisiana.gov/policies) under Policy Documents.

**Note:** If you are claiming a credit that is recorded in the Tax Credit Registry, you must attach a copy of Form R-6135, *Credit Registration Form*, to the return and list the State Certification Number in the appropriate space on the return. See Revenue Information Bulletin 14-005 for information on the Tax Credit Registry and Revenue Information Bulletin 17-008 for claiming a purchased transferable tax credit.

**Pass-through Entity Tax Election:** If you are a shareholder, member, or partner of an entity that has made the pass-through entity tax election to pay Louisiana income tax at the entity level, any credits earned by the entity for 2023 cannot be used on

the individual income tax return. Credits earned in the year the election was made or after the election was made are tax items of the entity, and the credit and its future carryforward must be reported on the entity's return. Tax credits earned in tax years prior to the election that have previously passed through to the owners are tax items of the owners, and any credit carryforward remaining can only be used on the individual income tax return.

If the income earned by a trust, or estate as a member, shareholder, or partner of an electing entity is distributed to a beneficiary filing an individual income tax return in Louisiana in the same taxable year it is earned, the individual is allowed to take the exclusion of the distributed income on their individual income tax return for that taxable year. If the income earned by a partnership as a member, shareholder, or partner of an electing entity is included on individual income tax return in Louisiana in the same taxable year it is earned, the individual is allowed to take the exclusion of the distributed income on their individual income tax return for that taxable year.

See Revenue Information Bulletin 19-019 and LAC 61:I.1001(C) (6) for more information.

## Instructions for Nonrefundable Priority 1 Credits, Schedule C-NR

### Nonrefundable Priority 1 Credits, Lines 1 through 4

Nonrefundable credits available for the tax year ending December 31, 2023, are referenced individually by a three-digit code. Please enter the credit description, identifying code, and the dollar amount claimed in the appropriate spaces on Lines 1 through 4.

**NOTE: Use only the codes referenced in the table on Schedule C-NR. The codes listed here are not interchangeable with other codes listed in the instructions.**

Example:

Credit Description	Code	Amount of Credit Claimed
Premium Tax	100	500.00

**Line 5** – Add Lines 1 through 4. Also, enter the amount on Form IT-540B, Line 13.

CODE	CREDIT DESCRIPTION
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- 100 – Premium Tax** – R.S. 47:227 provides a credit for premium taxes paid during the preceding 12 months by an insurance company authorized to do business in Louisiana. The credit may be passed to individuals through certain legal entities such as partnerships. A schedule must be attached listing the entities that paid the premium tax and generated the credit on behalf of the individual.
- 120 – Bone Marrow** – R.S. 47:287.758 provides a credit to employers authorized to do business in the state who

CODE	CREDIT DESCRIPTION
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- incur bone marrow donor expense by developing a bone marrow donation program, educating employees related to bone marrow donations, making payments to a health care provider for determining tissue types of potential donors, and paying wages to an employee for time related to tissue typing and bone marrow donation. If the wage expense is used to obtain the credit, it cannot be deducted as an expense for income tax purposes. The credit can only be passed through to individuals who are shareholders or members of certain legal entities. The amount of the credit is equal to 18 percent of the bone marrow donor expense paid or incurred by the employer during the tax year.
- 150 – Qualified Playgrounds** – R.S. 47:6008 provides a credit for donations to assist qualified playgrounds. The credit is for the lesser of \$720 or 36 percent of the value of the cash, equipment, goods, or services donated. For more information on this credit, see Revenue Ruling 02-020 posted on LDR's website.
- 155 – Debt Issuance** – R.S. 47:6017 provides a credit for 72 percent of the amount of the filing fee paid to the Louisiana State Bond Commission, which is incurred by an economic development corporation in the preparation and issuance of bonds.
- 199 – Other** – Reserved for future credits.

## Instructions for Donations, Schedule D-NR

**Line 1** – Enter the amount of adjusted overpayment from Form IT-540B, Line 35.

**Line 2** – You may donate all or part of your adjusted overpayment to The Military Family Assistance Fund. This fund provides assistance to family members of active Louisiana military personnel.

**Line 3** – You may donate all or part of your adjusted overpayment to the Coastal Protection and Restoration Fund for the purposes of coastal restoration, conservation, and hurricane protection. For more information, visit [www.coastal.la.gov](http://www.coastal.la.gov).

**Line 4** – You may contribute all or part of your adjusted overpayment to the Louisiana Student Tuition Assistance and Revenue Trust (START) Savings Program. Contributions are not allowed to a START K12 account. **IMPORTANT:** If filing a joint return, you or your spouse must be a registered account owner in the START Savings Program in order to contribute all or part of your overpayment. If you do not have an account, you may contact the Louisiana Office of Student Financial Assistance at 1-800-259-5626, or go to [www.startsaving.la.gov](http://www.startsaving.la.gov) to enroll. All contributions of your overpayment will be equally distributed among the account holder's beneficiaries.

**Line 5** – You may donate all or part of your adjusted overpayment to the Wildlife Habitat and Natural Heritage Trust Fund. This fund provides for the acquisition and management of lands used for state parks, state forests, and wildlife and fishery management areas.

**Line 6** – You may donate all or part of your adjusted overpayment to the Louisiana Cancer and Lung Trust Fund. This fund provides for resources to reduce the incidence, morbidity, mortality, and economic impact of all forms of cancer through education, prevention, research, and early detection.

**Line 7** – You may donate all or part of your adjusted overpayment to the Louisiana Pet Overpopulation Advisory Council for the purpose of promoting the proper treatment and well-being of animals. For more information, visit [www.louisianapetoverpopulation.org](http://www.louisianapetoverpopulation.org).

**Line 8** – You may donate all or part of your adjusted overpayment to promote unity among member food banks in Louisiana in support of their common mission to feed the hungry. For more information, visit [www.feedinglouisiana.org](http://www.feedinglouisiana.org).

**Line 9** – You may donate all or part of your adjusted overpayment to the Make-A-Wish Foundation of the Texas Gulf Coast & Louisiana. For more information, visit [www.texgulf.wish.org](http://www.texgulf.wish.org).

**Line 10** – You may donate all or part of your adjusted overpayment to the Louisiana Association of United Ways/LA 2-1-1 for the purpose of the 2-1-1 helpline. For more information, visit [www.louisiana211.org](http://www.louisiana211.org).

**Line 11** – You may donate all or part of your adjusted overpayment to the American Red Cross. For more information, visit [www.redcross.org](http://www.redcross.org).

**Line 12** – You may donate all or part of your adjusted overpayment to the Honor Guard for Military Funerals Fund. This fund provides for military funeral honors for members of Louisiana's military forces.

**Line 13** – You may donate all or part of your adjusted overpayment to the Louisiana State Troopers Charities, Inc. to assist in educational and community oriented programs that promote or improve the standing of the Louisiana State Police in the communities of this State.

**Line 14** – You may donate all or part of your adjusted overpayment to the Louisiana Coalition Against Domestic Violence (LCADV) fund. The purpose of this fund is to provide resources to educate women who are victims of domestic violence. For more information, visit [www.lcadv.org](http://www.lcadv.org).

**Line 15** – You may donate all or part of your adjusted overpayment to the Dreams Come True, Inc. for the purpose of fulfilling dreams of children with life-threatening illnesses. For more information, visit [www.dctofla.com](http://www.dctofla.com).

**Line 16** – You may donate all or part of your adjusted overpayment to the Sexual Trauma Awareness and Response (STAR) organization to support survivors of sexual trauma, improve systems response, and create social change to end sexual violence. For more information, visit [www.star.ngo](http://www.star.ngo).

**Line 17** – You may donate all or part of your adjusted overpayment to the Louisiana State University Agricultural Center Grant Walker Educational Center (4-H Camp Grant Walker) to provide quality field trips, off-season programs, and other great educational products. For more information, visit [www.lsuagcenter.com/topics/kids\\_teens/events/camps/grant\\_walker](http://www.lsuagcenter.com/topics/kids_teens/events/camps/grant_walker).

**Line 18** – You may donate all or part of your adjusted overpayment to Maddie's Footprints to help families who have experienced miscarriages, stillbirths, or the loss of an infant. For more information, visit [www.maddiesfootprints.org](http://www.maddiesfootprints.org).

**Line 19** – You may donate all or part of your adjusted overpayment to the University of New Orleans (UNO) Foundation to provide the critical resources for UNO to achieve its mission of providing educational excellence to a diverse undergraduate and graduate student body and creating knowledge through research. For more information, visit [www.unofoundation.org](http://www.unofoundation.org).

**Line 20** – You may donate all or part of your adjusted overpayment to the Southeastern Louisiana University Foundation to engage in initiatives that help build and advance the reputation of Southeastern and that support strong constituent relationships. For more information, visit [www.southeastern.edu/alumni\\_donors/foundation](http://www.southeastern.edu/alumni_donors/foundation).

**Line 21** – You may donate all or part of your adjusted overpayment to Holden's Hope to support families of infants who have long medical stays in the hospital and families coping with miscarriages, stillbirths, or the loss of an infant. For more information, visit [www.holdenshopeforever.org](http://www.holdenshopeforever.org).

**Line 22** – Add Lines 2 through 21. This amount cannot be more than Line 1. Also, enter this amount on Form IT-540B, Line 36.

**Instructions for Refundable Priority 2 Credits, Schedule F-NR**

**Refundable Priority 2 Credits, Lines 1 through 5**

Refundable credits available for the tax year ending December 31, 2023, are referenced individually by a three-digit code. Please enter the credit description, identifying code and the dollar amount claimed in the appropriate spaces on Lines 1 through 5.

**NOTE: Use only the codes referenced in the table on Schedule F-NR. The codes listed here are not interchangeable with other codes listed in the instructions.**

Example:

Credit Description	Code	Amount of Credit Claimed
School Readiness Child Care Directors and Staff	66F	400.00

**Line 5A** – If you are claiming the School Readiness Child Care Directors and Staff credit (code 66F), you must enter the facility number from Form R-10615, *Louisiana School Readiness Tax Credit For Child Care Director and Staff Member*, on Line 5A. Failure to do so will result in processing delays.

**Transferable, Refundable Priority 2 Credits, Lines 6 through 8** Complete Lines 6 through 8 if you are claiming the Musical and Theatrical Production credit. For Lines 6A, 7A, and 8A, enter the LDR State Certification Number from Form R-6135, for the credit claimed on Lines 6, 7, and 8 respectively. See Revenue Information Bulletin 17-008 for claiming a purchased transferable tax credit.

**Line 9** – Add Lines 1 through 8. Also, enter the amount on Form IT-540B, Line 17.

CODE	CREDIT DESCRIPTION
<b>52F</b>	<b>Ad Valorem Offshore Vessels</b> – R.S.47:6006.1 allows a refundable credit for 100 percent of the ad valorem taxes paid on vessels in Outer Continental Shelf Lands Act Waters. Copies of the tax assessment, the cancelled check in payment of the tax, and a completed Form LAT 11A from the Louisiana Tax Commission must be attached to the return.
<b>54F</b>	<b>Telephone Company Property</b> – R.S. 47:6014 allows a refundable credit for up to 40 percent of the ad valorem taxes paid to Louisiana political subdivisions by a telephone company with respect to that company’s public service properties located in Louisiana. The credit may be passed through to individuals who are shareholders or members of certain legal entities. See the Pass-through Entity Tax Election note under the General Information Regarding Tax Credits. See Revenue Information Bulletin 01-004 on LDR’s website. A schedule must be attached stating which entity paid the tax and obtained the credit on the individual’s behalf.
<b>55F</b>	<b>Prison Industry Enhancement</b> – R.S. 47:6018 allows a refundable credit for 72 percent of the state sales and use tax paid by a taxpayer on purchases of specialty apparel items from a private sector Prison Industry Enhancement (PIE) contractor. Contact LDR for further information regarding this credit.

CODE	CREDIT DESCRIPTION
<b>58F</b>	<b>Milk Producers</b> – R.S. 47:6032 allows a refundable credit for a resident taxpayer engaged in the business of producing milk for sale. Those milk producers that have obtained permits under the Louisiana Administrative Code, Title 51, and have met the requirements of the Food and Drug Administration, shall be certified by the Louisiana Department of Health to receive the credit. Revenue Information Bulletin 08-014 provides information regarding the credit.
<b>59F</b>	<b>Technology Commercialization</b> – R.S. 51:2351 et seq. allows a refundable credit for a qualifying individual or business that invests in the commercialization of Louisiana technology. Taxpayers must apply to the Louisiana Department of Economic Development to receive certification. A copy of the certification of the credit must be attached to the return.
<b>62F</b>	<b>Musical and Theatrical Productions</b> – R.S. 47:6034 allows a refundable credit for the production expenses, transportation costs, employment of college and vocational-technical students, employment of residents, and for the construction, repair, or renovation of facilities related to the live performance industry. Taxpayers must apply to the Louisiana Department of Economic Development to receive certification. A copy of the certification of the credit must be attached to the return. This credit can only be claimed on Lines 6 through 8.
<b>65F</b>	<b>School Readiness Child Care Provider</b> – R.S. 47:6105 allows a refundable credit for a child care provider who operates a facility or facilities where care is given to foster children in the custody of the Louisiana Department of Children and Family Services or to children who participate in the Child Care Assistance Program administered by the Louisiana Department of Education (LDE). The credit is based on the average monthly number of children who attended the facility multiplied by an amount based on the quality rating of the child care facility. For more information regarding this credit, contact LDE.
<b>66F</b>	<b>School Readiness Child Care Directors and Staff</b> – R.S. 47:6106 allows a refundable credit for eligible child care directors and eligible child care staff. You must enter the facility license number from Form R-10615 on Line 5A and attach a copy of Form R-10615 to your return. Failure to do so will result in processing delays. The tax credit is based on certain attained qualifications for directors and staff members. The credit amount is variable and the 2023 amount is posted at <a href="http://www.revenue.louisiana.gov/SchoolReadiness">www.revenue.louisiana.gov/SchoolReadiness</a> . For more information regarding this credit, contact the Louisiana Department of Education.
<b>67F</b>	<b>School Readiness Business-Supported Child Care</b> – R.S. 47:6107 allows a refundable credit for a taxpayer who incurs eligible business-supported child care expenses. The percentage of eligible expenses allowed for the credit depends on the quality rating of the child care facility to which the expenses are related or the quality rating of the child care facility that the child attends. Copies of cancelled checks and other documentation to support the amount of eligible expenses must be maintained and provided upon request. For more information regarding this credit, contact the Louisiana Department of Education.



**Instructions for Refundable Priority 2 Credits, Schedule F-NR ...Continued**

**CODE CREDIT DESCRIPTION**

**68F – School Readiness Fees and Grants to Resource and Referral Agencies** – R.S. 47:6107 allows a refundable credit for a taxpayer whose business pays fees and grants to child care resource and referral agencies. The credit cannot exceed \$5,000 per tax year. Attach a copy of the receipt from the child care resource or referral agency and if applicable, a copy of the Schedule K-1 from the entity that made the donation to substantiate any credit earned from a pass-through entity. For more information regarding this credit, contact the Louisiana Department of Education.

**70F – Retention and Modernization** – R.S. 51:2399.1 et seq. allows a refundable credit for an employer who incurs qualified expenditures to modernize existing operations in Louisiana to retain the business in the state. Taxpayers must apply to the Louisiana Department of Economic Development to receive certification. A copy of the certification of the credit must be attached to the return.

**73F – Digital Interactive Media & Software** – R.S. 47:6022 allows a refundable credit to individuals for the investment in businesses specializing in digital interactive media and software. Taxpayers must apply to the Louisiana Department of Economic Development to receive certification. A copy of the certification of the credit must be attached to the return. See Revenue Information Bulletin 12-017 on LDR’s website.

**76F – Stillborn Child** – R.S. 47:297.19 allows a refundable credit for an individual who experienced a pregnancy loss resulting in spontaneous fetal death (also referred to as stillbirth). The credit is equal to \$2,000 and is claimed for the year in which the stillbirth occurred. The credit can only be claimed on the return of the person listed on the fetal death certificate as the mother. A copy of the certified Louisiana fetal death certificate must be attached to the return.

**CODE CREDIT DESCRIPTION**

**77F – Funeral and Burial Expense for Pregnancy-related Death** – R.S. 47:297.22 allows a refundable credit for the reasonable funeral and burial expenses associated with the pregnancy-related death of a resident. A "pregnancy-related death" means the death of a Louisiana resident while pregnant, during labor and delivery, or within one year after childbirth from a pregnancy complication, a chain of events initiated by the pregnancy, or the aggravation of an unrelated condition by the normal effects of the pregnancy. The credit may be claimed by the estate of the deceased on the deceased person’s return or the estate’s return and if not, then by the individual who actually paid the funeral and burial expense. The credit is equal to the actual reasonable funeral and burial expenses paid or \$5,000, whichever is less, and is claimed for the year in which the death occurred. Reasonable funeral and burial expenses includes costs and fees associated with transportation of the remains, embalming or cremation services, caskets, plots, grave markers, or headstones, funeral home facility and staff services, and other related professional services. It does not include costs and fees associated with flowers, vaults, or urns. A copy of the death certificate, a schedule listing the expenses paid, and copies of the receipts must be attached to the return.

**78F – Adoption of Unrelated Infant** – Act 452 of the 2023 Regular Legislative Session allows a refundable credit of \$5,000 for the adoption of a child who is unrelated to the taxpayer and **who is less than three years of age**. An adoption of an infant from foster care does not qualify for the credit. The credit is taken for the year in which the adoption becomes final. Attach a copy of the adoption order or decree and a letter from the private agency or attorney stating the date of placement.

**80F – Other Refundable Credit** – Reserved for future credits.

**Instructions for Refundable Priority 4 Credits, Schedule I-NR**

**Refundable Priority 4 Credits, Lines 1 through 5**

Additional refundable credits available for the tax year ending December 31, 2023, are referenced individually by a three-digit code. Please enter the credit description, identifying code and the dollar amount claimed in the appropriate spaces on Lines 1 through 5.

**NOTE: Use only the codes referenced in the table on Schedule I-NR. The codes listed here are not interchangeable with other codes listed in the instructions.**

Example:

Credit Description	Code	Amount of Credit Claimed
Inventory Tax	<b>50F</b>	<b>500 . 00</b>

**Line 6** – Add Lines 1 through 5. Also, enter the amount on Form IT-540B, Line 26.

**CODE CREDIT DESCRIPTION**

**50F – Inventory Tax** – You must attach Form R-10610, *Schedule of Ad Valorem Tax Credit Claimed by Manufacturers, Distributors, and Retailers*, to your return. R.S.

**CODE CREDIT DESCRIPTION**

47:6006 allows a credit for ad valorem taxes paid to political subdivisions in Louisiana on inventory held by manufacturers, distributors, or retailers. For purposes of the limitations on refundability, members included in a consolidated federal tax return will be treated as one taxpayer. If the total amount eligible for the credit is less than or equal to \$500,000, 100 percent of any excess credit is refundable, and for total eligible amounts above \$500,000, 75 percent of any excess credit up to a maximum of \$750,000 is refundable. For businesses formed or first registered to do business in Louisiana after April 15, 2016, if the total amount eligible for the credit is less than \$10,000, 100 percent of any excess credit is refundable, and for total eligible amounts of \$10,000 or more, 75 percent of any excess credit up to a maximum of \$750,000 is refundable. The inventory tax credit is nonrefundable for taxes paid on inventory by any manufacturer who claimed the property tax exemption under the Industrial Tax Exemption Program (ITEP) during the same year the inventory taxes were paid.

**Instructions for Refundable Priority 4 Credits, Schedule I-NR ...Continued**

CODE	CREDIT DESCRIPTION
<b>51F</b>	<b>Ad Valorem Natural Gas</b> – You must attach Form R-10610 to your return. R.S. 47:6006 allows a credit for ad valorem taxes paid to political subdivisions in Louisiana on natural gas held, used or consumed in providing natural gas storage services or operating natural gas storage facilities. For purposes of the limitations on refundability, members included in a consolidated federal tax return will be treated as one taxpayer. If the total amount eligible for the credit is less than or equal to \$500,000,

CODE	CREDIT DESCRIPTION
	100 percent of any excess credit is refundable, and for total eligible amounts above \$500,000, 75 percent of any excess credit up to a maximum of \$750,000 is refundable. For businesses formed or first registered to do business in Louisiana after April 15, 2016, if the total amount eligible for the credit is less than \$10,000, 100 percent of any excess credit is refundable, and for total eligible amounts of \$10,000 or more, 75 percent of any excess credit up to a maximum of \$750,000 is refundable.

**Instructions for Nonrefundable Priority 3 Credits, Schedule J-NR**

**NONREFUNDABLE CHILD CARE CREDITS**

**Line 1** – If you have claimed a Federal Child Care Credit on Federal Form 1040 or 1040-SR, Schedule 3, Line 2 enter the amount.

**Line 2** – Enter the amount of your 2023 Louisiana Nonrefundable Child Care Credit from the Louisiana Nonrefundable Child Care Credit Worksheet. This worksheet must be attached to your return. **Your Federal Adjusted Gross Income must be greater than \$25,000 to claim this credit.** See the Louisiana Child Care Credit instructions. **You must submit copies of canceled checks, receipts and other documentation in order to support the amount of qualifying expenses.**

**Line 3** – Enter the amount of your Louisiana Nonrefundable Child Care Credit carried forward from 2018 through 2022. The amount of your 2017 Nonrefundable Child Care Credit Carryforward cannot be included in this amount. To determine the carry forward amount, use the Louisiana Nonrefundable Child Care Credit Worksheet.

**Line 4** – Enter the amount of your Louisiana Nonrefundable School Readiness Credit. **Your Federal Adjusted Gross Income must be greater than \$25,000 to claim this credit.** The amount is determined from your Nonrefundable School Readiness Credit Worksheet. This worksheet must be attached to your return. In the boxes under Line 4, enter the number of your qualified dependents who attended the associated star rated facility or facilities.

**Line 5** – Enter the amount of your Louisiana Nonrefundable School Readiness Credit carried forward from 2018 through 2022. The amount of your 2017 Nonrefundable School Readiness Credit Carryforward cannot be included in this amount. To determine the carry forward amount, use the Louisiana Nonrefundable School Readiness Credit Worksheet.

**Additional Nonrefundable Priority 3 Credits, Lines 6 through 11** – Additional nonrefundable credits available for the tax year ending December 31, 2023, are referenced individually by a three-digit code. Please enter the credit description, identifying code and the dollar amount claimed in the appropriate spaces on Lines 6 through 11.

**Transferable, Nonrefundable Priority 3 Credits, Lines 12 through 15** – Complete Lines 12 through 15 if you are claiming a transferable credit. For Lines 12A, 13A, 14A, and 15A, enter the State Certification Number from Form R-6135 for credits claimed on Lines 12 through 15 respectively. See Revenue Information Bulletin 17-008 for claiming a purchased transferable tax credit.

**NOTE: Use only the codes referenced in the table on Schedule J-NR. The codes listed here are not interchangeable with other codes listed in the instructions.**

Example:

Credit Description	Code	Amount of Credit Claimed
Inventory Tax Credit Carried Forward	<b>5 0 0</b>	<b>7 2 0 . 00</b>

**Line 16** – Add Lines 2 through 15. Also, enter the amount on Form IT-540B, Line 21.

CODE	CREDIT DESCRIPTION
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**202 – Organ Donation** – This credit is no longer available because Act 403 of the 2017 Regular Legislative Session ended the credit effective December 31, 2019. If you have an eligible carryover amount, use this code to utilize the carryover amount for any years you have remaining in your ten (10) year carryover period.

**208 – Previously Unemployed** – This credit was repealed by Act 202 of the 2019 Regular Legislative Session effective December 31, 2018. If you have an eligible carryover amount, use this code to utilize the carryover amount for any years you have remaining in your five (5) year carryover period.

**221 – Owner of Accessible and Barrier-free Home** – This credit is no longer available because Act 403 of the 2017 Regular Legislative Session ended the credit effective December 31, 2019. If you have an eligible carryover amount, use this code to utilize the carryover amount for any years you have remaining in your five (5) year carryover period.

**224 – New Jobs Credit** – This credit is no longer available because Act 403 of the 2017 Regular Legislative Session ended the credit effective December 31, 2019. If you have an eligible carryover amount, use this code to utilize the carryover amount for any years you have remaining in your five (5) year carryover period.

**228 – Eligible Re-entrants** – This credit is no longer available because Act 403 of the 2017 Regular Legislative Session ended the credit effective December 31, 2019. If you have an eligible carryover amount, use this code to utilize the carryover amount for any years you have remaining in your five (5) year carryover period.

**236 – Apprenticeship (2007)** – This credit was repealed by Act 357 of the 2015 Regular Legislative Session. If you have an eligible carryover amount, use this code to utilize the carryover amount for any years you have remaining in your ten (10) year carryover period. Credits earned beginning with the 2022 tax year should be claimed using credit code 463.

CODE	CREDIT DESCRIPTION	CODE	CREDIT DESCRIPTION
251	<b>Motion Picture Investment</b> – R.S. 47:6007(C)(1) provides a credit for an individual taxpayer residing in Louisiana who invests in a state-certified, motion picture production. Taxpayers taking this credit may attach Form R-10611, <i>Motion Picture Investment Tax Credit Schedule</i> , as documentation for this credit. You must certify certain requirements in order to use the credit. See RIB 23-023 for more information and attach Form R-90150, <i>Taxpayer Certification of Compliance of Tax Obligations for the Motion Picture Production Credit</i> , to your return. For information on the cap, see <a href="http://www.revenue.louisiana.gov/CreditCaps">www.revenue.louisiana.gov/CreditCaps</a> . This credit can only be claimed on Lines 12 through 15.	262	<b>Angel Investor</b> – R.S. 47:6020 provides a credit for taxpayers who make third party investments in certified Louisiana entrepreneurial businesses on or after January 1, 2011. To earn the Angel Investor Credit, taxpayers must file an application with the Louisiana Department of Economic Development. See Revenue Information Bulletin 12-009 on LDR's website. This credit can only be claimed on Lines 12 through 15.
252	<b>Research and Development</b> – R.S. 47:6015 provides a credit for any taxpayer who earned the credit based on participation in the Small Business Technology Transfer or the Small Business Innovation Research Grant program. This credit can only be claimed on Lines 12 through 15.	299	<b>Other</b> – Reserved for future credits.
253	<b>Historic Structures</b> – R.S. 47:6019 provides a credit if the taxpayer incurs certain expenses during the rehabilitation of a historic structure that is located in either a downtown development or a cultural district, or a historic structure contributing to the National Register of Historic Places. Refer to Revenue Information Bulletin 14-007 and 14-007A on LDR's website. This credit can only be claimed on Lines 12 through 15.	305	<b>Tax Equalization</b> – R.S. 47:3201 et seq. provides a credit for tax equalization for certain businesses locating in Louisiana. The taxpayer must enter into a contract with the Louisiana Department of Economic Development, and a copy of the contract showing the credit granted must be attached to the return.
257	<b>Capital Company</b> – R.S. 51:1924 provides a credit for any person who invests in a certified Louisiana Capital Company. This credit must be approved by the Commissioner of the Louisiana Office of Financial Institutions. A copy of the certification must be attached to the return. This credit can only be claimed on Lines 12 through 15.	310	<b>Manufacturing Establishments</b> – R.S. 47:4301 et seq. provides a credit to certain manufacturing establishments that have entered into a contract with the Louisiana Department of Economic Development. A copy of the contract showing the credit granted must be attached to the return.
258	<b>LA Community Development Financial Institution (LCDFI)</b> – R.S. 51:3085 et seq. provides a credit for certain investments in an LCDFI to encourage the expansion of businesses in economically distressed areas. The Louisiana Office of Financial Institutions administers this program. This credit can only be claimed on Lines 12 through 15.	399	<b>Other</b> – Reserved for future credits.
259	<b>New Markets</b> – R.S. 47:6016 provides a credit if the taxpayer makes certain qualified low-income community investments, as defined in Section 45D of the Internal Revenue Code. The taxpayer must be certified by the Louisiana Department of Economic Development and approved by LDR. Information on the program investment limits are posted as Revenue Information Bulletins on LDR's website. This credit can only be claimed on Lines 12 through 15.	412	<b>Refunds by Utilities</b> – R.S. 47:287.664 provides a credit for certain court ordered refunds made by utilities to its customers.
261	<b>Motion Picture Infrastructure</b> – R.S. 47:6007(C)(2) provides a credit for an approved state-certified infrastructure project for a film, video, television, or digital production or postproduction facility. Taxpayers must apply to the Louisiana Department of Economic Development to receive certification. A copy of the certification of the credit must be attached to the return. You must certify certain requirements in order to use the credit. See RIB 23-023 for more information and attach Form R-90150, <i>Taxpayer Certification of Compliance of Tax Obligations for the Motion Picture Production Credit</i> , to your return. For information on the cap, see <a href="http://www.revenue.louisiana.gov/CreditCaps">www.revenue.louisiana.gov/CreditCaps</a> . This credit can only be claimed on Lines 12 through 15.	424	<b>Donation to School Tuition Organization</b> – R.S. 47:6301 provides a credit for donations made to a school tuition organization that provides scholarships to qualified students to attend a qualified school. Form R-10604, <i>Receipt for Donations to School Tuition Organization Tax Credit</i> , must be attached to your return. See Revenue Information Bulletin 18-024 for more information.
		454	<b>QMC Music Job Creation Credit</b> – R.S. 47:6023 provides a credit to a Qualifying Music Credit Company (QMC) that is a music publisher, sound recording studio, booking agent, or artist management that is engaged directly or indirectly in the production, distribution, and promotion of music. Taxpayers must apply to the Louisiana Department of Economic Department to receive certification. A copy of the certification of the credit must be attached to the return. The credit is limited to 50 percent of the taxpayer's tax liability.
		457	<b>Neighborhood Assistance</b> – R.S. 47:35 and R.S. 47:287.753 provide a credit for an entity engaged in the activities of providing neighborhood assistance, job training, education for individuals, community services, or crime prevention in Louisiana. The credit is equal to 50 percent of the amount contributed and cannot exceed \$180,000.
		458	<b>Research and Development</b> – R.S. 47:6015(K) provides a credit for any taxpayer who claims a federal income tax credit under 26 U.S.C. §41(a) for increasing research activities or for a taxpayer who employs fewer than 50 employees and who meets the requirements of R.S. 47:6015(B)(3) (i). Beginning with the 2018 tax year, credits earned based upon participation in the Small Business Technology Transfer program or the Small Business Innovative Research Grant



CODE	CREDIT DESCRIPTION	CODE	CREDIT DESCRIPTION
	program should be claimed using credit code 252. The credit is obtained through the Louisiana Department of Economic Development and documentation from that agency must be attached to the return. See Revenue Information Bulletin 15-019 on LDR's website.		
<b>459</b>	<b>Ports of Louisiana Import Export Cargo</b> – R.S. 47:6036(l) provides a credit to individuals to encourage the use of state port facilities in Louisiana. The credit is based on the number of tons of qualified cargo imported and exported from or to manufacturing, fabrication, assembly, distribution, processing, or warehousing facilities located in the state. Taxpayers must apply to the Louisiana Department of Economic Development to receive certification. A copy of the certification of the credit must be attached to the return.	<b>464</b>	<b>Donation to Qualified Foster Care Charitable Organization</b> – R.S. 47:6042 provides a credit for donations made to a qualifying foster care charitable organization that provides services to a child in a foster care placement program established by the Department of Children and Family Services. The credit is for the amount of the donation used to provide the service, limited to \$50,000. Form R-68009, <i>Receipt for Donations to Qualifying Foster Care Charitable Organization Credit</i> , must be attached to your return. A shareholder of an S corporation or other pass-through entity must also attach a copy of the Schedule K-1 to substantiate their share of the credit.
<b>460</b>	<b>LA Import</b> – R.S. 47:6036.1 provides a credit to encourage the utilization of Louisiana public port facilities for cargo imports and the development of new port infrastructure facilities for the manufacturing, distribution, and warehousing of imported goods. Taxpayers must apply to the Louisiana Department of Economic Development to receive certification. A copy of the certification of the credit must be attached to the return.	<b>465</b>	<b>Firearm Safety Devices</b> – Act 403 of the 2023 Regular Legislative Session provides a credit for the purchase of one or more firearm safety devices from a federally licensed dealer in a single transaction. Only one credit can be earned per return in a tax year. The credit is for the amount paid for the qualifying items, including sales tax, limited to \$500. "Firearm" means any pistol, revolver, rifle, shotgun, machine gun, submachine gun, black powder weapon, or assault rifle which is designed to fire or is capable of firing fixed cartridge ammunition or from which a shot or projectile is discharged by an explosive. "Firearm safety device" means a safe, gun safe, gun case, lock box, or other device that is designed to be or can be used to store a firearm and that is designed to be unlocked only by means of a key, a combination, or other similar means. Only \$500,000 in credits can be granted in a year. A copy of the receipt must be attached to the return as documentation of the credit.
<b>461</b>	<b>LA Work Opportunity</b> – R.S. 47:287.750 provides a credit for a business that hires participants in the work release programs provided for in R.S. 15:711, 1111, 1199.9, and 1199.10. The Louisiana Department of Public Safety or applicable sheriff must certify that the eligible business employed an eligible re-entrant who is participating in a work release program on or after January 1, 2021 in an eligible job for 12 consecutive months. A copy of the certification of the credit must be attached to the return.	<b>500</b>	<b>Inventory Tax Credit Carried Forward and ITEP</b> – R.S. 47:6006 provides a credit for ad valorem taxes paid to political subdivisions in Louisiana on inventory held by manufacturers, distributors, or retailers. Manufacturers, distributors, or retailers should use this code for the carryforward of unused nonrefundable credits (not current year credit) from 2015 through 2022. Manufacturers who claimed the property tax exemption under the Industrial Tax Exemption Program (ITEP) during the same year the inventory taxes were paid and members of their federal consolidated group should use this code for the carryforward of unused nonrefundable credits from 2015 through 2022 and the current year credit calculated on the 2023 Form R-10610-ITE, <i>Schedule of Ad Valorem Tax Credit Claimed by ITEP Manufacturers for Ad Valorem Tax Paid on Inventory</i> , which must be attached to the return.
<b>462</b>	<b>Youth Jobs</b> – R.S. 47:6028 provides a credit for a business that hires one or more eligible youth on or after July 1, 2021. To earn the credit, the eligible youth must work at least three (3) consecutive months in a full-time or part-time position at the business. The credit is equal to \$1,250 for each eligible youth hired in a full-time position or \$750 for each eligible youth hired in a part-time position. Taxpayers must apply to the Department to receive certification. A copy of the certification of the credit must be attached to the return. See LAC 61:1.1921 for more information.	<b>502</b>	<b>Ad Valorem Natural Gas Credit Carried Forward</b> – R.S. 47:6006 provides a credit for ad valorem taxes paid to political subdivisions in Louisiana on natural gas held, used or consumed in providing natural gas storage services or operating natural gas storage facilities. Use this code for the carryforward of unused nonrefundable credits (not current year credit) from 2015 through 2022.
<b>463</b>	<b>Apprenticeship (2022)</b> – R.S. 47:6033 provides a credit to employers for \$1.25 for each hour of employment of an eligible apprentice, limited to \$1,250 for each eligible apprentice. An eligible apprentice is a person who has entered into a written apprentice agreement with an employer or an association of employers pursuant to a registered apprenticeship program or who is enrolled in a training program accredited by the National Center for Construction Education and Research which has no less than four levels of training and no less than 500 hours of instruction. Use this code for Apprenticeship credits earned for employment of eligible apprentices after December 31, 2021. Attach a copy of Form R-90005, <i>Apprenticeship Tax Credit Employer Certification</i> , and the required documentation as listed on that form.	<b>504</b>	<b>Atchafalaya Trace</b> – R.S. 25:1226.4 provides a credit to certain heritage-based cottage industries that have entered into a contract with the State Board of Commerce and Industry. A copy of the contract must be attached to the return.

## Instructions for Nonrefundable Priority 3 Credits, Schedule J-NR ...Continued

CODE	CREDIT DESCRIPTION	CODE	CREDIT DESCRIPTION
506	<b>Cane River Heritage</b> – R.S. 47:6026 provides a credit for a heritage-based cottage industry located or to be located in the Cane River Heritage Area Development Zone. The taxpayer must enter into a contract with the Louisiana Department of Culture, Recreation, and Tourism, and a copy of the contract must be attached to the return.	510	<b>Enterprise Zone</b> – R.S. 51:1781 et seq. provides a credit for private sector investments in certain areas that are designated as “Enterprise Zones.” The taxpayer must enter into a contract with the Louisiana Department of Economic Development, and a copy of the contract showing the credit granted must be attached to the return.
508	<b>Ports of Louisiana Investor</b> – R.S. 47:6036(C) provides a credit to individuals to encourage investment in state port facilities in Louisiana. Taxpayers must apply to the Louisiana Department of Economic Development to receive certification. A copy of the certification of the credit must be attached to the return.	550	<b>Recycling Credit</b> – R.S. 47:6005 provides a credit for the purchase of certain equipment or service contracts related to recycling. The credit must be certified by the Louisiana Department of Environmental Quality and a copy of the certification must be attached to the return.
		599	<b>Other</b> – Reserved for future credits.

### 2023 Louisiana Nonrefundable School Readiness Credit Worksheet Instructions

Revised Statute 47:6104 provides a School Readiness Credit in addition to the credit for child care expenses as provided under R.S. 47:297.4. To qualify for this credit, the taxpayer must have Federal Adjusted Gross Income GREATER THAN \$25,000, must have claimed a Louisiana Nonrefundable Child Care Credit, and must have incurred child care expenses for a qualified dependent under age six who attended a child care facility that is participating in the Quality Start Rating program administered by the Louisiana

Department of Education. The qualifying child care facility must have provided the taxpayer with Form R-10614, *Louisiana School Readiness Tax Credit*, which verifies the facility’s name, the facility license number, the LA Revenue Account number, the Quality Rating, and the rating award date. Retain copies of canceled checks, receipts and other documentation in order to support the amount of qualifying expenses.

### 2023 Louisiana Child Care Credit Instructions

R.S. 47:297.4 allows a state tax credit for residents for child and dependent care expenses allowed by Internal Revenue Code Section 21. The credit is refundable for taxpayers whose Federal Adjusted Gross Income is \$25,000 or less and is nonrefundable for taxpayers whose Federal Adjusted Gross Income is more than \$25,000. Retain copies of canceled checks, receipts, and other documentation in order to support the amount of qualifying expenses or submit this documentation with the return for faster processing.

**The Child Care Credit may only be taken for child care expenses incurred in Louisiana during the time a person was a Louisiana resident.**

#### INCOME EQUAL TO OR LESS THAN \$25,000

Taxpayers whose Federal Adjusted Gross Income is \$25,000 or less are allowed a refundable credit whether or not a federal child care credit has been claimed. In order to claim the Louisiana Refundable Child Care Credit, the taxpayer must comply with the same law and rules of Internal Revenue Code Section 21 that governs the federal child care credit for the 2023 taxable year. Use Lines 1 through 11 of the Louisiana Refundable Child Care Credit Worksheet to compute your refundable credit. See instructions for the worksheet below.

#### INCOME GREATER THAN \$25,000

Taxpayers whose Federal Adjusted Gross Income is greater than \$25,000 are allowed a credit against their Louisiana income tax liability for a certain percentage of their federal child care credit. If you are unable to claim the credit in the year in which it is earned, the unused portion of the credit can be used over the next five years. Use Lines 1 through 15 of the 2023 Louisiana Nonrefundable Child Care Credit Worksheet to compute your 2023 nonrefundable credit, and to appropriately claim any carry forward you may have from previous years.

#### REFUNDABLE CHILD CARE CREDIT INSTRUCTIONS

1. Your Federal Adjusted Gross Income must be \$25,000 or less to claim a Louisiana refundable child care credit. If you did not file and claim a federal child care credit, you may still file for, and receive, a refundable Louisiana Child Care Credit, if you meet certain criteria. In order to qualify for the Louisiana credit, you must meet the **same tests** for earned income, qualifying dependents, and qualifying expenses as required by the IRS for the federal child care credit.
2. In order to claim your Louisiana Child Care Credit, you must meet the following requirements:
  - A. Your filing status must be single, head of household, qualifying surviving spouse, or married filing jointly. See item number 3 for information on married filing separately.
  - B. The care was provided to your dependent child to allow you, and your spouse if married filing jointly, to work or look for work. If you did not find a job and have no earned income for the year, you cannot claim the credit.
  - C. The qualifying child must be under age 13.
  - D. The person who provided the care cannot be your spouse, the parent of the qualifying child, or a person whom you can claim as a dependent. If your child provided the care, he cannot be your dependent and must be age 19 or older by the end of 2023.
3. If your filing status is married filing separately, you will be considered single for purposes of calculating the credit if all of the following apply:
  - A. You lived apart from your spouse during the last 6 months of 2023.
  - B. Your qualifying dependent child lived in your home for more than half of 2023.

C. You provided over half the cost of keeping up your home. If you meet all these requirements and meet the requirements of 2(B), 2(C), and 2(D), you are eligible for the credit.

4. Retain copies of canceled checks, receipts and other documentation in order to support the amount of qualifying expenses or submit this documentation with the return for faster processing.

**DEFINITIONS**

**Qualifying Child** – A child under age 13 who can be claimed as a dependent by the taxpayer. If the child turned 13 during the year, the child qualifies for the part of the year he was under age 13.

**Qualified Expenses** – Amounts paid for household services and care of the qualifying person while the taxpayer worked or looked for work. Child support payments are not qualified expenses. Also, expenses reimbursed by a state social service agency are not qualified expenses unless the reimbursement was included in the taxpayer’s income. Prepaid expenses are treated as paid in the year the care was provided. Do not include the following as qualified expenses for 2023:

1. Expenses incurred in 2022 but did not pay until 2023.
2. Expenses incurred in 2023 but did not pay until 2024.

3. Expenses prepaid in 2023 for care to be provided in 2024.

**Dependent Care Benefits** – These include amounts your employer paid directly to either you or your care provider for the care of your qualifying child while you worked. Also, dependent care benefits include the fair market value of care in a daycare facility provided or sponsored by your employer and any pre-tax contributions you made under a dependent care flexible spending arrangement (FSA). Your salary may have been reduced to pay for these benefits. If you received dependent care benefits, they should be shown on your 2023 Forms W-2 in box 10.

**Earned Income** – Earned income includes wages, salaries, tips, other taxable employee compensation, and net earnings from self employment. A net loss from self employment reduces earned income. Earned income also includes strike benefits, any disability pay you report as wages, and other taxable compensation. You can elect to include nontaxable combat pay in earned income. Earned income does not include: pensions and annuities, social security payments, workers’ compensation, interest, dividends, or unemployment compensation, scholarship or fellowship grants, nontaxable workfare payment, or any amount received for work while an inmate in a penal institution.

For additional definitions, details, and information, see the Internal Revenue Service’s Publication 503.

**Interest and Penalty Calculation Worksheets**

You will be charged interest and penalties if you do not pay all amounts due on or before the due date.

1. A 2023 calendar year return is due on or before May 15, 2024, and receives an automatic six month extension to November 15, 2024.
2. Returns for fiscal years are due on or before the 15th day of the fifth month after the close of the taxable year and receive an automatic six month extension.
3. If the due date falls on a weekend or legal state holiday, the return is due the next business day.

**Important: An extension does not relieve you of your obligation to pay all tax amounts due by the original due date.**

**Interest** – If your income tax is not paid by the due date, you will be charged interest on the unpaid tax until the balance is paid in full. The interest rate is variable and the 2024 interest rate is posted on LDR’s website on Form R-1111, *Interest Rate Schedule - Collected on Unpaid Taxes*. To compute the DAILY INTEREST RATE, multiply the 2024 monthly interest rate by 12 then divide the result by 365 and carry out to seven places to the right of the decimal. Example: Assume the 2024 monthly interest rate is 0.5833 percent, multiply 0.005833 by 12 then divide the result by 365 to get the daily interest rate of 0.0001917.

Interest Calculation Worksheet		
1	Number of days late from the due date	
2	Daily interest rate (See instructions above.)	0. _____
3	Interest rate (Multiply Line 1 by Line 2.)	
4	Amount you owe (Form IT-540B, Line 40)	.00
5	Total interest due (Multiply Line 4 by Line 3, and enter the result on Form IT-540B, Line 44.)	.00

**Delinquent Filing Penalty** – A delinquent filing penalty will be charged for failure to file a return on or before the extended due date of November 15, 2024. The penalty is five percent of the tax for each 30 days or fraction thereof during which the failure to file continues. If you file after the extended due date, the delinquent filing penalty that will be assessed is the maximum of 25 percent of the tax due.

Delinquent Filing Penalty Calculation Worksheet		
1	Total penalty percentage.	.25
2	Amount you owe (Form IT-540B, Line 40)	.00
3	Total amount of delinquent filing penalty due (Multiply Line 1 by Line 2 and enter the result on Form IT-540B, Line 45.)	.00

**Important Notice:** The sum of both the delinquent filing and delinquent payment penalties cannot exceed 25 percent of the tax due. Thirty-day increments are used for the calculation of the delinquent filing and delinquent payment penalties. These penalties are based on the date LDR receives the return or payment. In addition to the delinquent penalties, you may also incur an accuracy-related penalty under R.S. 47:1604.1 if circumstances indicate negligent failure to comply with rules and regulations.

**Delinquent Payment Penalty** – If you fail to pay the tax due by the due date of May 15, 2024, a delinquent payment penalty of 0.5 percent of the tax not paid by the due date will accrue for each 30 days, or fraction thereof, during which the failure to pay continues. This penalty cannot exceed 25 percent of the tax due. Use the worksheet on the next page to calculate that penalty.



<b>Delinquent Payment Penalty Calculation Worksheet</b>		
1	Number of days late from the due date	
2	Divide Line 1 by 30 days.	<b>÷30</b>
3	Number of 30-day periods (If fraction of days remain, increase the amount to the nearest whole number.)	
4	30-day penalty percentage	<b>.005</b>
5	Total penalty percentage (Multiply Line 3 by Line 4. The result cannot exceed 25 percent.)	
6	Amount you owe (Form IT-540B, Line 40)	<b>.00</b>
7	Total amount of delinquent payment penalty (Multiply Line 6 by Line 5 and enter the result on Form IT-540B, Line 46.)	<b>.00</b>

**Underpayment Penalty** – Louisiana imposes an underpayment penalty on an individual’s failure to sufficiently pay income tax

throughout the year by withholding or declaration payments. In order to determine if an underpayment penalty is due and to compute the amount of the underpayment penalty, you must complete Form R-210NR, *Underpayment of Individual Income Tax Penalty Computation*, and attach the completed form to your return. See Revenue Information Bulletin 04-004 for the definition of farmer for purposes of applying underpayment penalty.

**Line 34** – Although you may have an overpayment, if you failed to sufficiently pay income tax throughout the year, in accordance with R.S. 47:117.1, you may be subject to the underpayment penalty. Complete the 2023 Form R-210NR available on LDR’s website and enter the amount from Line 19 on Line 34. Attach the completed Form R-210NR to your return. If you are a farmer, mark the box on Line 34.

**Line 47** – If you have a tax deficiency, you may be charged an underpayment penalty. Complete the 2023 Form R-210NR and enter the amount from Line 19 on Line 47. Attach the completed Form R-210NR to your return. If you are a farmer, mark the box on Line 47.

**Instructions for Non-Resident Professional Athlete**

The Louisiana income tax of a nonresident professional athlete is attributable to the Sports Facility Assistance Fund, as created by R.S. 39:100.1. Schedule NRPA-1 and Schedule NRPA-2 must be attached to Form IT-540B in order to comply with the statute. If you are required to file Schedules NRPA-1 and NRPA-2, check the box labeled "NRPA" on the face of the return.

A professional athlete is defined as an athlete that either plays for a professional sports franchise or who is a member of a professional sports association or league. This reporting requirement includes all employees who are active players, players on the disabled list, and any other persons required to travel and who do travel with and perform services on behalf of a professional athletic team on a regular basis. This includes, but is not limited to, coaches, managers, and trainers.

**IMPORTANT NOTE:** Under the provisions of R.S. 47:1602.1, penalties will be imposed for failure to use Form IT-540B, Schedules NRPA-1 and NRPA-2, when filing and reporting Louisiana income. A \$500 penalty will be imposed for the first failure to timely file the correct form and schedules, a \$1,000 penalty for the second failure, and \$2,500 for each additional failure to timely file the correct form and schedules within a three year period.

**ELECTRONIC FILING MANDATE**

Louisiana Administrative Code (LAC) 61:III.1527 requires the electronic filing of all reports and returns related to the Sports Facility Assistance Fund. This rule requires all professional athletes that participate in athletic events within the state of Louisiana to file all tax returns, including extension requests, electronically. A penalty of \$100 or five percent of the tax will be imposed for each failure to file electronically.

All nonresident and part-year resident professional athletes must file Form IT-540B electronically. Form IT-540B can be filed electronically through Louisiana File Online or through tax preparation software.

A resident professional athlete is required to file Form IT-540, and must file electronically under LAC 61:III.1527.

**INCOME TO BE REPORTED ON THIS FORM**

1. The Louisiana income of a nonresident or part-year resident who is a member of a professional athletic team should be reported to Louisiana. Louisiana income is the portion of the total compensation for services rendered as a member of a professional athletic team during the taxable year earned while in Louisiana. The reported income is proportional to the number of duty days spent within the state rendering services for the team in any manner, compared to the total number of duty days spent both within and without the state during the taxable year. This reporting requirement shall include all employees who are active players, players on the disabled list, and any other persons required to travel and perform services on behalf of a professional athletic team on a regular basis. This includes, but is not limited to, coaches, managers, and trainers.
2. The Louisiana income of a nonresident or part-year resident athlete who is NOT a member of a professional athletic team (e.g. PGA golfer) should be reported to Louisiana. The amount to be reported is the gross amount earned in the state less the ordinary and necessary business expenses directly attributable to the state, and a pro-rata share of indirect business expenses not directly attributable to income from any particular source.
3. All other Louisiana-sourced income should be reported. Examples of such income items are amounts paid to the athlete for endorsements, royalties, promotional advertising, etc. The amount earned is calculated on a pro-rata basis for Louisiana.

**PROFESSIONAL SPORTS ASSOCIATION OR LEAGUE**

Mark an “X” in the box to indicate the professional sports association or league affiliated. You must be affiliated with one of these leagues to file Schedules NRPA-1 and NRPA-2.

1. Total Louisiana Duty Days – Enter the total from Schedule NRPA-2, Section III.
2. Enter Total Duty Days Everywhere – This is the total of all “Duty Days” associated with the athletic season during this taxable year from Schedule NRPA-2, Section III. See definition of “Duty Days” later in the instructions.
3. Ratio of Louisiana Duty Days to Total Duty Days – Divide Line 1 by Line 2 and enter result here. Carry out two decimal places in the percentage; for example, 24.19 percent. Do not round up.
4. Total Compensation – Enter the amount of total compensation received for services rendered as a member of the team. The amount(s) to include are defined in LAC 61:I.1304(I)(2) and are below:

Total compensation includes salaries, wages, bonuses, and any other type of compensation paid during the taxable year to a member of a professional athletic team for services performed in that year.

- I. Total compensation shall not include strike benefits, severance pay, termination pay, contract or option-year buyout payments, expansion or relocation payments, or any other payments not related to services rendered to the team.
- II. For purposes of this rule, “bonuses” subject to the allocation procedures are:
  - a. bonuses earned as a result of play during the season, including performance bonuses, bonuses paid for championship, playoff or bowl games played by a team, or for selection to all-star league or other honorary positions; and

- b. bonuses paid for signing a contract, unless all of the following conditions are met:
  - i. the payment of the signing bonus is not conditional upon the signee playing any games for the team, or performing any subsequent services for the team, or even making the team;
  - ii. the signing bonus is payable separately from the salary and any other compensation; and
  - iii. the signing bonus is nonrefundable.

Total compensation for services rendered as a member of a professional athletic team means the total compensation received during the taxable year for services rendered:

- I. from the beginning of the official preseason training period through the last game in which the team competes or is scheduled to compete during that taxable year; and
  - II. during the taxable year on a date that does not fall within the period in clause “I” above; for example, participation in instructional leagues, the Pro Bowl, or promotional caravans.
5. Louisiana Income - Multiply Line 4 by the percentage on Line 3. Enter the amount here and on the Nonresident and Part-year Resident (NPR) Worksheet, Louisiana column, Line 1 of Form IT-540B. This is the amount of your “total compensation” earned in Louisiana. You must complete the NPR Worksheet, Louisiana column, Lines 2 through 9 reporting any other income taxable to Louisiana not included on Line 4. Examples of such income items are amounts paid to the athlete for endorsements, royalties, promotional advertising, etc. The amount earned is calculated on a pro-rata basis for Louisiana.

## Instructions for Schedule NRPA-2 – 2023 Duty Day Detail for Professional Sports Association or League

In the column designated “**Name of Professional Sports Franchise**” enter the name of the professional sports franchise you are affiliated with. “Professional sports franchise” means a member team of a professional sports association or league.

In **Section I** of Schedule NRA-Duty Day Detail – Complete a single line of Schedule NRA-Duty Day Detail for each event where income was earned in Louisiana.

In **Section II** of Schedule NRA-Duty Day Detail – Complete a single line of Schedule NRA-Duty Day Detail for each team of which you were a member and that had no activity in Louisiana.

In **Section III** of Schedule NRA-Duty Day Detail – Enter the total duty days associated with each team in Section I and II above. Total duty days should not be more than 365.

### An explanation of each column follows:

**TOTAL DUTY DAYS** – In the column designated “Total Duty Days,” enter the total duty days associated with the team.

**DUTY DAYS IN LOUISIANA** – In the column designated “Number of Duty Days in Louisiana,” enter the total duty days associated with the event.

### Duty Days are defined as follows:

“**Duty days**” means all days during the taxable year from the beginning of the professional athletic team’s official preseason training period through the last game in which the team competes or is scheduled to compete.

I. Duty days shall also include days on which a member of a professional athletic team renders a service for a team on a date that does not fall within the period described in the general definition of duty days above, for example, participation in instructional leagues, the Pro Bowl, or other promotional caravans. Rendering a service includes conducting training and rehabilitation activities, but only if conducted at the facilities of the team.

- II. Included within duty days shall be game days, practice days, days spent at team meetings, promotional caravans, and preseason training camps, and days served with the team through all postseason games in which the team competes or is scheduled to compete.
- III. Duty days for any person who joins a team during the season shall begin on the day that person joins the team, and for a person who leaves a team shall end on the day that person leaves the team. If a person switches teams during a taxable year, a separate duty day calculation shall be made for the period that person was with each team.
- IV. Days for which a member of a professional athletic team is not compensated and is not rendering services for the team in any manner, including days when the member of a professional athletic team has been suspended without pay and prohibited from performing any services for the team, shall not be treated as duty days.
- V. Days for which a member of a professional athletic team is on the disabled list shall be presumed not to be duty days spent in the state. They shall, however, be included in total duty days spent within and without the state.
- VI. Travel days that do not involve either a game, practice, team meeting, promotional caravan, or other similar team event are not considered duty days spent in the state, but shall be considered duty days spent within and without the state.

**DATES OF DUTY DAYS FROM (MM/DD)** – In this column enter the dates duty days begin in Louisiana.

**DATES OF DUTY DAYS TO (MM/DD)** – In this column enter the dates duty days end in Louisiana.

**NAME OF SPORTS FACILITY & LOCATION** – In this column, enter the name of the arena/stadium/course where the event was held. For example: Louisiana Superdome, Baton Rouge River Center, Smoothie King Arena, Shrine on Airline. Also include the name of the Louisiana city in which the facility is located.