

Revenue Information Bulletin No. 10-023
October 7, 2010
Individual Income Tax, Corporation Income Tax
Credit for Green Job Industries

Act 520 of the 2009 Regular Session created a credit for “green job industries” effective if and when the Department of Natural Resources receives a letter of funding for the credit from the U.S. Department of Energy. The credit against income tax is allowed for a base investment of either the expenditures for construction, repair, or renovation of a state-certified green project or for an investment made by a third party which are for such expenditures.

The credit is limited to \$1 million per state-certified green project. No more than \$5 million in credits may be granted annually and credits are granted on a first come first serve basis. The company or financier who earned the credit may transfer the credit on a one time basis.

The credit is earned by applying a percentage determined by the amount of the base investment as follows:

- 1) A 10% credit is allowed if the base investment is \$100,000 to \$300,000.,
- 2) Or a 20% credit is allowed if the base investment is \$300,000 to \$1,000,000,
- 3) Or a 25% credit is allowed if the base investment is over a million dollars.

An extra 10% credit is allowed to the extent that the base investment is expended on payroll for Louisiana resident employees, excluding employees that are paid more than a million dollars.

An extra 1% credit is allowed to the extent that the base investment is expended for Louisiana resident employees that are graduates from an institution within the Louisiana Community and Technical College System or an apprentice program registered with the Louisiana Workforce Commission.

As of the date of this bulletin, the Department of Natural Resources has not received a letter of funding from the U.S. Department of Energy. Interested parties should contact the Louisiana Department of Economic Development for more information.

Cynthia Bridges
Secretary

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