

LOUISIANA
 DEPARTMENT of REVENUE

Refundable Credits Reduction Worksheet
(Acts 125 and 133) for CIFT 620,
IT-541 and R-6922
 2014 and Prior Tax Years

Income Taxable Period Covered

LDR Account Number

Line	Description	COLUMN 1: Amount prior to Act 125 Reduction	Allowable Portion	COLUMN 2: Amount allowed under Act 125
1.	Louisiana Citizens Insurance Credit		72%	
Schedule RC Reductions				
2.	Prison Industry Enhancement (55F)		72%	
3.	Milk Producers (58F)		72%	
4.	Alternative Fuel – Fueling Station & Conversions (71F)		72%	
5.	Alternative Fuel – If taxpayer elects not to determine cost for new car (71F)		See instructions	
PART II: If your Inventory Tax and/or Ad Valorem Natural Gas credit is \$10,000 or more, complete Lines 1 through 10.		1. Inventory Tax Credit, code 50F	2. Ad Valorem Natural Gas Credit, code 51F	
1.	Total amount of your credit before Act 133 adjustment.			
2.	Enter the amount of any Inventory Tax or Ad Valorem Natural Gas Credit Carryforward from tax year _____ due to Act 133 adjustment.			
3.	Total credit available for use. Add Lines 1 and 2.			
4.	Enter the amount of your Income and Franchise Tax Liability (See instructions.).			
5.	Louisiana Citizens Insurance Credit			
6.	Tax Liability before applying Inventory Tax Credit or Ad Valorem Natural Gas Credit. Subtract Line 5 from Line 4.			
7.	Amount of credit exceeding tax. Subtract Line 6 from Line 3.			
8.	If Line 7 is greater than zero, multiply Line 7 by 75 percent. This is the refundable portion of your credit.			
9.	Add Line 6 and Line 8. Enter result here and on Schedule RC.			
10.	Subtract Line 8 from Line 7 to compute your credit carry forward to next tax year.			

This worksheet has been created to reflect the reduction in certain income and corporation franchise tax credits according to Act 125 and Act 133 of the 2015 Regular Session of the Louisiana Legislature. The reductions are applicable when claimed on any return filed on or after July 1, 2015, but before June 30, 2018 regardless of the taxable year the return relates. Please refer to Revenue Information Bulletins 15-019 and 15-021 for information regarding amended returns and returns on extension. This worksheet should be used in completing your individual income tax return. Round all amounts to the nearest dollar.

All references to Schedule RC apply to CIFT-620, IT-541 and R-6922 unless otherwise stated.

In the box labeled "Income Taxable Period Covered," enter the tax year for which you are completing this worksheet.

Line 1 – Enter the amount of the Louisiana Citizens Property Insurance assessment that was included in your property's insurance premium in Column 1. Multiply the credit by 72 percent (.72). Enter the result in Column 2. Below are the tax return types and line numbers to enter the credit on the tax return.

Tax Year	CIFT-620	IT-541	R-6922
2006	Schedule RC Line 9	N/A	N/A
2007-2012	Line 15	Line 13	N/A
2013-2014	Line 15	Line 13	Line 5

Lines 2 through 5: The additional refundable credits that were reduced by Act 125 are referenced individually by a three-digit code. Enter the dollar amounts in the appropriate spaces in Column 1 and 2 on Lines 2 through 5. Also enter the credit description, identifying code, and the dollar amount from Column 2 in the appropriate spaces on Schedule RC.

Line 2 – Prison Industry Enhancement (55F) - R.S. 47:6018 allows a refundable credit for 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. The amount of the credit shall be equal to the state sales and use tax paid by the purchaser on each case or other unit of apparel during the purchaser's tax year as reflected on the books and records of the purchaser during his tax year. Enter the PIE credit in Column 1. Multiply by 72 percent (.72). Enter the results in Column 2 and on Schedule RC with the identifying three-digit code.

Line 3 – Milk Producers (58F) - R.S. 47:6032 allows a refundable credit for a resident taxpayer engaged in the business of producing milk for sale. Prior to Act 125, the cap amount for the credit was \$30,000. Enter the amount of the credit as figured based on Revenue Information Bulletin 08-014 in Column 1. Multiply the amount by 72 percent (.72). The reduced cap is \$21,600. Enter the results in the Column 2 and on Schedule RC with the identifying three-digit code.

Line 4 – Alternative Fuel - Fueling Station & Conversions (71F) - R.S. 47:6035 allows a refundable credit for the purchase of, or conversion of a vehicle designed to run on an alternative fuel. Prior to Act 125, the credit is equal to 50 percent of the cost of the qualified clean-burning motor vehicle fuel property that has been purchased and installed. If the taxpayer is unable to determine the exact cost attributable to the qualified clean-burning motor vehicle, please skip and go to Line 5. Calculate the credit and enter amount in Column 1. Under Act 125, the credit is equal to 36 percent of the cost of the qualified clean-burning motor vehicle fuel property that has been purchased and installed. Calculate the reduced credit and enter amount in Column 2 and on Schedule RC with the identifying three-digit code.

Line 5 – Conversion of Vehicle to Alternative Fuel (71F) - Prior to Act 125, if the taxpayer is unable to determine the exact cost attributable to the qualified clean-burning motor vehicle, a credit equal to 10% of the cost of the motor vehicle registered in this state or \$3,000, whichever is less, may be claimed. Calculate the credit and enter amount in Column 1. Under Act 125, if the taxpayer elects not to determine the exact cost, a credit equal to 7.2 percent or \$1,500, whichever is less, may be claimed. Calculate the reduced credit and enter amount in Column 2 and on Schedule RC with the identifying three-digit code.

INVENTORY TAX OR AD VALOREM NATURAL GAS CREDIT- Only complete this portion if your credit based on R.S. 47:6006 before Act 133 reduction is equal to or greater than \$10,000.

Line 1 – Calculate the inventory or ad valorem natural gas credit based on R.S. 47:6006 before Act 133 reduction.

Line 2 – If you have a credit carry forward from the prior tax year due to Act 133 reduction, enter the tax year in the space provided on Line 2 and enter the amount of the carry forward. This amount can be found on line 10 of the prior tax year's Form R-620CRW.

Line 3 – Add lines 1 and 2 to compute the amount of credit available for use.

Line 4 – Enter amount of your total tax. If you are claiming both credits, enter your total tax in Column 1 only. See table below for tax periods and line numbers.

Tax Year	CIFT-620	IT-541	R-6922
2005-2014	Line 14	Line 9	Line 4

Line 5 – Enter the amount of your Louisiana Citizens credit from Line 1, Column 2 of this worksheet. If you are claiming both credits, enter the amount in Column 1 only.

Line 6 – Subtract Line 5 from Line 4 to calculate your tax liability before Inventory Tax Credit or Ad Valorem Natural Gas Credit. If you are claiming both credits, enter the amount in Column 1 only.

Line 7 – Subtract Line 6 from Line 3 and enter the result. This is the amount of the credit that exceeds tax. If this amount is less than or equal to zero, enter the amount from Line 3 on Schedule RC with the identifying three-digit code. If you are not claiming both credits, stop here; you are finished with the worksheet.

If you are claiming both credits: If the amount in Column 1, Line 7 is greater than or equal to zero, your tax liability (Line 6) for the purpose of calculating Column 2 is zero. If the amount in Column 1, Line 7 is less than zero, subtract Line 3, Column 1, from Line 6, Column 1, and enter the result on Line 6, Column 2. This is your remaining tax liability (Line 6) for the purpose of calculating Column 2.

Line 8 – If Line 7 is greater than zero, multiply Line 7 by 75 percent. This is the refundable portion of your credit.

Line 9 – Add Line 6 and Line 8. Enter the amount on Schedule RC with the identifying three digit code.

Line 10 – Subtract Line 8 from Line 7. This amount is your carryforward of the disallowed inventory or ad valorem credit. Please refer to Act 133 for more information.