

LOUISIANA INDUSTRIAL TAX EXEMPTION POLICY

PRE AND POST EXECUTIVE ORDERS JBE 2016 – 26 AND 76

2016 Criteria	2017 Criteria <small>(effective June 20, 2017)</small>	2018 Criteria <small>(effective August 20, 2018)</small>
Advance Notice filed before June 24, 2016	Advance Notice filed after June 24, 2016, but before July 1, 2018	Advance Notice filed after June 24, 2016 (only rule choice for Advance Notice filed after July 1, 2018)
Classified Manufacturer as identified by a NAICS code that begins with 31, 32 or 33.	Classified Manufacturer as identified by a NAICS code that begins with 31, 32 or 33.	Classified Manufacturer as identified by a NAICS code that begins with 31, 32 or 33.
ITEP term of 10 years (in the form of two five-year terms) at 100% exemption	ITEP initial term of 5 years at up to 100% exemption and 3 year renewal at up to 80% (Executive Order JBE 16-73; effective 10/21/16)	ITEP term of 10 years (in the form of two five-year terms) at 80% exemption. The initial exemption contract for mega projects [500+ jobs, \$20,000+ payroll, \$10,000+ capital expenditures within 3 yrs. of operations, and \$100,000 minimum capital expenditures] shall be for a term of no more than five years and may provide for an ad valorem exemption of up to 93 % (2018 Rules Revision) Advance Notice filed after June 24, 2016, but before October 21, 2016 is subject to Executive Order JBE 16-26 (effective 6/24/16) which grants an exemption of up to 10 years (in the form of two five-year terms) at up to a 100% property tax abatement level
CEA (Exhibit A) is not required	CEA (Exhibit A) is required	CEA (Exhibit A) is required
Local approval (Exhibit B) not required	Local approval (Exhibit B) required in the form of a local resolution or letter with specific contract terms/requirements Local inaction after 120 days (from when LED is copied on request to local entity by company) is considered approval granting average of exemptions approved by other local entities	Local approval (Exhibit B) required in the form of a "notice of action form;" resolution/letter optional Local inaction is considered as automatic approval by the local entity after initial 30-day Notice period
Exhibits A & B not required	Exhibits A & B procured before board consideration	Exhibit A procured before board consideration; Exhibit B procured after board approval
No job growth or capital investment thresholds required	Job growth/retention required and no capital investment threshold	Job growth/retention required and no capital investment threshold (unless qualifying as a "mega-project")
Miscellaneous capital additions qualify	Miscellaneous capital additions are not eligible for exemption	Miscellaneous capital additions are not eligible for exemption