
DIGEST

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HB 444 Original

2015 Regular Session

Leger

Abstract: Beginning July 1, 2015, prohibits the transfer of the income or corporation franchise tax credits issued pursuant to the Angel Investor Tax Credit Program.

Present law provides for an income or corporation franchise tax credit for investments made on or after Jan. 1, 2011, for qualifying individuals or entities which invest in a La. Entrepreneurial Business. The amount of the credit shall be equal to 35% of the amount invested by the investor divided into equal portions over five years. The maximum amount of the investment that can be eligible for the credit is limited to \$1 million per year per business and \$2 million total per business.

Present law authorizes the transferability of tax credits issued pursuant to the Angel Investor Tax Credit Program. Transferors and transferees are required to submit to the Dept. of Revenue written notification of any transfer or sale of tax credits within 10 business days after the transfer or sale of a credit. The transfer or sale of the credit does not extend the time in which the credit can be used and the carryforward period for transferred credits begins on the date on which the credit was earned.

Proposed law repeals present law regarding the transferability of the credit and prohibits the transfer of the credit beginning July 1, 2015.

Effective July 1, 2015, and shall be applicable for all tax years beginning on or after such date.

(Amends R.S. 47:6020(F))