The original instrument and the following digest, which constitutes no part of the legislative instrument, were prepared by Ben Huxen.

DIGEST

SB 124 Original | 2017 Regular Session | Ward

Present law provides that the tax to be assessed, levied, collected, and paid on the La. taxable income of every corporation shall be computed at the following rates:

(1) 4% on the first $25,000 of La. taxable income.

(2) 5% on La. taxable income above $25,000 but not in excess of $50,000.

(3) 6% on La. taxable income above $50,000 but not in excess of $100,000.

(4) 7% on La. taxable income above $100,000 but not in excess of $200,000.

(5) 8% on all La. taxable income in excess of $200,000.

Proposed law eliminates the tiered tax rate schedule and provides a flat 3.75% tax on La. taxable corporate income for all tax years beginning on and after January 1, 2018.

Effective if and when the Act which originated as Senate Bill No.___ of this 2017 Regular Session of the Legislature is enacted into law and becomes effective.

(Amends R.S. 47:287.12)