
DIGEST

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HB 564 Original

2017 Regular Session

Jay Morris

Abstract: Reduces the rates for purposes of calculating corporate income tax liability.

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 changes the rate of tax on La. taxable income of corporations as follows:

- (1) From 4% to 3% on the first \$25,000 of La. taxable income.
- (2) From 5% to 4% on La. taxable income above \$25,000 but not in excess of \$50,000.
- (3) From 6% to 4.5% on La. taxable income above \$50,000 but not in excess of \$100,000.
- (4) From 7% to 5.5% on La. taxable income above \$100,000 but not in excess of \$200,000.
- (5) From 8% to 6% on all La. taxable income in excess of \$200,000.

Effective Jan. 1, 2018, and applicable to all tax years beginning on and after Jan. 1, 2018.

(Amends R.S. 47:287.12)