

2017 Regular Session

HOUSE BILL NO. 644

BY REPRESENTATIVE HAVARD

TAX/CORP INCOME: Limits the maximum amount of the net operating loss deduction that may be carried over to subsequent years

1 AN ACT

2 To amend and reenact R.S. 47:287.86(C)(introductory paragraph), relative to corporate
3 income tax; to provide for the deduction for net operating loss; to cap the amount of
4 net operating loss that may be carried over; to provide for applicability; to provide
5 for effectiveness; and to provide for related matters.

6 Be it enacted by the Legislature of Louisiana:

7 Section 1. R.S. 47:287.86(C)(introductory paragraph) is hereby amended and
8 reenacted to read as follows:

9 §287.86. Net operating loss deduction

10 * * *

11 C. Manner and amount of carryovers. For all claims for this deduction on
12 any return filed on or after July 1, 2015, regardless of the taxable year to which the
13 return relates, the entire amount of Louisiana net loss for any taxable year,
14 hereinafter the "loss year", shall be carried over to the earliest of the taxable years
15 allowed. The portion of such loss which shall be carried to each of the other taxable
16 years allowed by Subsection B shall be the excess, if any, of the amount of such loss
17 over the aggregate of the Louisiana taxable income for each of the taxable years to
18 which such loss may be carried. The maximum amount of excess loss allowed to be
19 carried over to any other taxable year shall be limited to ten million dollars per

