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

DIGEST

SB 161 Original 2021 Regular Session Allain

Present law suspends the corporation franchise tax on the first $300,000 of taxable capital for small business corporations.

Present law defines "small business corporation" as an entity that is subject to the corporation franchise tax and that has taxable capital of $1,000,000 or less.

Present law applies only to taxable periods beginning between July 1, 2020, and June 30, 2021.

Proposed law extends the suspension of the corporation franchise tax on the first $300,000 of taxable capital for small business corporations for all franchise taxable periods beginning before Jan. 1, 2026.

Effective upon signature of the governor or lapse of time for gubernatorial action.

(Amends R.S. 47:601.1(A)(1))