

Regular Session, 2013

HOUSE BILL NO. 338

BY REPRESENTATIVE RITCHIE

TAX/CORP INCOME: Reduces the rates for corporate income tax

1 AN ACT

2 To amend and reenact R.S. 47:32(C) and 287.12, relative to corporation income tax; to
3 provide relative to the rate of the corporation income tax; to reduce the rates of such
4 tax; to provide for effectiveness; and to provide for related matters.

5 Be it enacted by the Legislature of Louisiana:

6 Section 1. R.S. 47:32(C) and 287.12 are hereby amended and reenacted to read as
7 follows:

8 §32. Rates of tax

9 * * *

10 C. On corporations. The tax to be assessed, levied, collected, and paid upon
11 the net income of every corporation shall be computed at the rate of:

12 (1) ~~Four percentum~~ Three percent upon the first twenty-five thousand dollars
13 of net income.

14 (2) ~~Five percentum~~ Four percent upon the amount of net income above
15 twenty-five thousand dollars but not in excess of fifty thousand dollars.

16 (3) ~~Six percentum~~ Five percent on the amount of net income above fifty
17 thousand dollars but not in excess of one hundred thousand dollars.

18 (4) ~~Seven percentum~~ Six percent on the amount of net income above one
19 hundred thousand dollars but not in excess of two hundred thousand dollars.

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

Proposed law reduces the present law rates for the tax on the taxable income of corporations to the following:

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

Effective Jan. 1, 2014, and applicable to all tax years beginning on and after Jan. 1, 2014.

(Amends R.S. 47:32(C) and 287.12)