
DIGEST

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CONFERENCE COMMITTEE REPORT DIGEST

HB 23

2016 First Extraordinary Session

Jackson

Keyword and oneliner of the instrument as it left the House

TAX/CORP INCOME: Repeals three-year sunset of certain reductions to corporate income tax deductions, exemptions, and exclusions (Item #12)

Report adopts Senate amendments to:

1. Make technical changes.

Report amends the bill to:

1. Provide that in the event the Act that originated as House Bill No. 62 of the 2016 First Extraordinary Session of the Legislature is enacted and becomes effective, the provisions of Sections 1, 2, and 3 of Act No. 123 of the 2015 Regular Session shall remain in effect through the termination date in the Act that originated as House Bill No. 62 of the 2016 First Extraordinary Session of the Legislature.

Digest of the bill as proposed by the Conference Committee

Present law sunsets on June 30, 2018, the 28% reductions made in Act No. 123 of the 2015 R.S. to the following corporate income tax deductions and exclusions:

- (1) R.S. 47:51 Exclusions from gross income; governmental subsidies
- (2) R.S. 47:158 Basis for depletion (oil and gas wells)
- (3) R.S. 47:246 Corporations; deduction from net income from La. sources
- (4) R.S. 47:287.71 Modifications to federal gross income
- (5) R.S. 47:287.73 Modifications to deductions from gross income allowed by federal law

- (6) R.S. 47:287.86 Net operating loss deduction
- (7) R.S. 47:287.738 Other inclusions and exclusions from gross income
- (8) R.S. 47:287.745 Deductions from gross income; depletion
- (9) R.S. 51:3092 Corporation income and franchise tax exemption

Proposed law provides that in the event the Act that originated as House Bill No. 62 of the 2016 First Extraordinary Session of the Legislature is enacted and becomes effective, the provisions of Sections 1, 2, and 3 of Act No. 123 of the 2015 Regular Session shall remain in effect through the termination date in the Act that originated as House Bill No. 62 of the 2016 First Extraordinary Session of the Legislature.

Effective if and when the Act that originated HB No. 62 of the 2016 1E.S. becomes effective.

(Amends §6 and §7 of Act No. 123 of the 2015 R.S.)