

## RÉSUMÉ DIGEST

**ACT 6 (HB 20)**

**2016 First Extraordinary Session**

**Broadwater**

Existing law provides for a deduction from corporate income tax for 72% of the amount of net operating loss incurred in La.

Prior law sunset the reduction in the amount of the net operating loss deduction on June 30, 2018, thereby reinstating the amount of the net operating loss deduction to 100% of the amount.

New law prohibits the amount of the deduction from exceeding 72% of the value of La. net income. Further repeals the three-year sunset of the reduction in prior law making the 28% reduction permanent.

Effective Jan. 1, 2016.

(Amends R.S. 47:287.86(A); Repeals R.S. 47:287.86(A)(intro. para.) as amended in §3 of Act No. 123 of the 2015 R.S.)