

RÉSUMÉ DIGEST

ACT 24 (HB 116)

2016 First Extraordinary Session

Ivey

Existing law provides for a deduction from corporate income tax for 72% of the amount of net operating loss incurred in La. and authorizes carryforward of excess net operating loss for a period of 20 years.

Prior law required net operating loss to be applied for purposes of reducing La. net income in order of the year of the loss, beginning with the earliest taxable year.

New law changes prior law by requiring net operating loss from the most recent taxable year to be applied first for purposes of reducing La. net income.

Effective Jan. 1, 2017.

(Amends R.S. 47:287.86(C)(2))