

- (2) \$3 per \$1,000 of taxable capital above \$300,001.

Present law levies the corporation franchise tax on a corporation when any of the following occurs:

- (1) An organization does business within this state in a corporate form.
- (2) A corporation exercises its charter or the continuance of its charter within La.
- (3) An entity owns or uses part or all of its capital, plant, or other property in La. in a corporate capacity.

Present law provides for the determination of taxable capital for purposes of levying the corporation franchise tax as well as the tax treatment of capital stock, surplus and undivided profits, and the allocation of taxable capital. Present law further provides for the administration of the tax as well as the collection and payment of the tax.

Proposed law repeals present law.

Proposed law applies to all taxable periods beginning on or after Jan. 1, 2018.

Effective January 1, 2018.

(Repeals R.S. 47:601-618)