

**HOUSE SUMMARY OF SENATE AMENDMENTS**

**HCR 66**

**2020 Regular Session**

**Bishop**

TAX/CORP FRANCHISE: Suspends the lower tier of the corporation franchise tax levied on domestic and foreign corporations and the initial tax levied on certain business entities subject to the corporate franchise tax

**Synopsis of Senate Amendments**

1. Defines La. small business corporation and clarifies that the suspension of the franchise tax applies to La. small business corporations.
2. Provides that the suspension of the franchise tax applies only to franchise taxable periods beginning between July 1, 2020, and June 30, 2021.

**Digest of Bill as Finally Passed by Senate**

Suspends the state corporation franchise tax levied at the rate of \$1.50 for each \$1,000, or major fraction thereof on the first \$300,000 of taxable capital on La. small business corporations and the initial tax levied on corporations or other entities for the first accounting period in which the entity becomes subject to the corporation franchise tax.

Defines "La. small business corporation" for purposes of this resolution, as a business exercising its charter, or qualified to do business or actually doing business in this state, or owning or using any part or all of its capital, plant, or any other property in this state, that is subject to the corporation franchise tax, and that has taxable capital of \$500,000 or less.

(Suspends R.S. 47:601(A) and 611(A))