

2021 Regular Session

SENATE BILL NO. 175

BY SENATOR ALLAIN

TAX/FRANCHISE/CORPORATE. Provides for a single rate of corporation franchise tax.
(gov sig)

1 AN ACT

2 To amend and reenact the introductory paragraph of R.S. 47:601(A) and to repeal R.S.
3 47:601.1, relative to the rates and brackets of the corporation franchise tax; to
4 eliminate the tax on the first five hundred thousand dollars of taxable capital; to
5 repeal the temporary suspension of the initial franchise tax for small business
6 corporations; to provide for effectiveness; and to provide for related matters.

7 Be it enacted by the Legislature of Louisiana:

8 Section 1. The introductory paragraph of R.S. 47:601(A) is hereby amended and
9 reenacted to read as follows:

10 §601. Imposition of tax

11 A. Every domestic corporation and every foreign corporation, exercising its
12 charter, or qualified to do business or actually doing business in this state, or owning
13 or using any part or all of its capital, plant, or any other property in this state, subject
14 to compliance with all other provisions of law, except as otherwise provided for in
15 this Chapter shall pay an annual tax at the rate of ~~one dollar and fifty cents for each~~
16 ~~one thousand dollars, or major fraction thereof on the first three hundred thousand~~
17 ~~dollars of taxable capital and at the rate of three dollars for each one thousand~~

The repeal of present law suspension shall be effective on July 1, 2021.

Effective upon signature of the governor or lapse of time for gubernatorial action.

(Amends R.S. 47:601(A) (intro para); repeals R.S. 47:601.1)