

HOUSE SUMMARY OF SENATE AMENDMENTS

HB 20

2016 First Extraordinary Session

Broadwater

TAX/CORP INCOME: Provides relative to the net operating loss deduction for corporate income tax (Item #5)

Synopsis of Senate Amendments

1. Makes technical changes.

Digest of Bill as Finally Passed by Senate

HB 20 Engrossed

2016 First Extraordinary Session

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

Present law sunsets on June 30, 2018, at which time the amount of the net operating loss deduction allowed changes from 72% to 100% of the amount.

Proposed law retains present law but 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 present law making the 28% reduction permanent.

Effective Jan. 1, 2016.

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