
DIGEST

The digest printed below was prepared by House Legislative Services. It constitutes no part of the legislative instrument. The keyword, one-liner, abstract, and digest do not constitute part of the law or proof or indicia of legislative intent. [R.S. 1:13(B) and 24:177(E)]

HB 33 Original

2016 Second Extraordinary Session

Stokes

Abstract: Repeals the deductibility of federal income taxes paid for purposes of calculating individual and corporate income taxes.

Present constitution and present law authorize a state deduction for federal income taxes paid for purposes of computing income taxes for the same period.

Proposed law repeals present law provisions that authorize a state deduction for federal income taxes paid for purposes of calculating corporate and individual income taxes.

Present law provides for the determination of "Louisiana taxable income" of a resident estate or trust means which includes provisions for the federal income tax deduction.

Proposed law includes provisions for the computation of La. taxable income for a resident estate or trust, including limitations of deductions for net income, provisions for the federal deduction for alternative minimum tax, and the authority of the secretary of the Dept. of Revenue to consider reductions to the federal income tax deduction and the determination of the deductible portion of an alternative minimum tax.

Applicable for all taxable periods beginning on or after Jan. 1, 2017.

The provisions relative to the deductibility of federal income taxes paid for purposes of calculating corporate income taxes are effective Jan. 1, 2017, if the proposed amendment of Article VII of the Constitution of La. contained in the Act which originated as House Bill No. 31 of this 1st E.S. of 2016 of the Legislature is adopted at a statewide election and becomes effective.

The provisions relative to the deductibility of federal income taxes paid for purposes of calculating individual income taxes are effective Jan. 1, 2017, if the proposed amendment of Article VII of the Constitution of La. contained in the Act which originated as House Bill No. ___ of this 2nd E.S. of 2016 of the Legislature is adopted at a statewide election and becomes effective.

(Amends Act No. 30 of the 2016 1st E.S. of the Legislature)