

---

## 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 248 Original

2017 Regular Session

James

**Abstract:** Exempts certain limited liability companies from the corporation franchise tax.

Present law establishes the corporation franchise tax. The tax is levied on every domestic and foreign corporation exercising its charter, qualified to do business, or actually doing business in La. For purposes of the corporation franchise tax, limited liability companies are treated and taxed in the same manner that they are treated and taxed for federal income tax purposes.

Present law provides an exemption from the tax for certain limited liability companies.

Proposed law retains present law and extends the exemption from the tax to a limited liability company that files as a Real Estate Investment Trust for federal income tax purposes and has 100% of its common shares owned by a tax-exempt organization.

Effective Jan. 1, 2018.

(Amends R.S. 47:601(C)(1)(c))