The original instrument and the following digest, which constitutes no part of the legislative instrument, were prepared by Leonore Heavey.

DIGEST

SB 113 Original | 2017 Regular Session | Barrow

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 adds limited liability companies that file as a Real Estate Investment Trust for federal income tax purposes and has one hundred percent of its common shares owned by a tax-exempt organization to the limited liability companies that are exempt from the franchise tax.

Effective January 1, 2018.

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