
DIGEST

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HB 209 Original

2021 Regular Session

DeVillier

Abstract: Changes the corporate income tax rate from a graduated schedule of rates dependent on the taxable income of the taxpayer to a flat rate of 5%.

Present law requires that the tax to be assessed, levied, collected, and paid on the La. taxable income of every corporation to be computed at the following rates:

- (1) 4% on the first \$25,000 of La. taxable income.
- (2) 5% on La. taxable income above \$25,000 but not in excess of \$50,000.
- (3) 6% on La. taxable income above \$50,000 but not in excess of \$100,000.
- (4) 7% on La. taxable income above \$100,000 but not in excess of \$200,000.
- (5) 8% on all La. taxable income in excess of \$200,000.

Proposed law changes present law by eliminating the graduated schedule of rates dependant on the amount of taxable income of the taxpayer in favor of a flat 5% corporate income tax rate.

Applicable to tax years beginning on or after Jan. 1, 2023.

Effective Jan. 1, 2023 if the proposed amendment of Article VII of the Constitution of La. contained in the Act which originated as House Bill No. ___ of the 2021 Regular Session of the Legislature is adopted at a statewide election and becomes effective.

(Amends R.S. 47:287.12)