
DIGEST

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James

HB No. 697

Abstract: Removes carryback provisions for the net operating loss deduction and reduces the tax credit for local inventory taxes paid

Present law authorizes net operating losses to be either carried back over five years or carried forward over 15 years as a deduction from state income tax.

Proposed law repeals provisions authorizing the carryback of net operating losses.

Present law authorizes a state income tax credit equal to the amount of local property taxes paid on business inventories.

Proposed law reduces the amount of the tax credit to 75% of the amount of local property taxes paid.

Effective Jan. 1, 2014.

(Amends R.S. 47:287.86 and 6006(D)(5))