

---

## 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 575 Original

2015 Regular Session

Stokes

**Abstract:** Modifies the corporate tax rate for state tax levied on corporation income from a tiered rate schedule to a flat 5% rate.

Present law provides the following tax rate for corporate income:

- (1) Four percentum upon the first twenty-five thousand dollars of net income.
- (2) Five percentum upon the amount of net income above twenty-five thousand dollars but not in excess of fifty thousand dollars.
- (3) Six percentum on the amount of net income above fifty thousand dollars but not in excess of one hundred thousand dollars.
- (4) Seven percentum on the amount of net income above one hundred thousand dollars but not in excess of two hundred thousand dollars.
- (5) Eight percentum on all net income in excess of two hundred thousand dollars.

Proposed law eliminates the tiered tax rate schedule and provides a flat 5% tax on corporate income.

Effective when the proposed amendment of Art. VII of the La. Const. contained in the Act that originated as House Bill No. \_\_\_\_\_ of this 2015 Regular Session of the Legislature is adopted and becomes effective.

(Amends R.S. 47:32(C))