

HOUSE SUMMARY OF SENATE AMENDMENTS**HB 95****2016 First Extraordinary Session****Leger**

TAX/INCOME TAX: Repeals the state income tax deduction for federal income taxes paid for purposes of calculating corporate income taxes (Item #17)

Synopsis of Senate Amendments

1. Revise provisions of present law as a result of limiting proposed law to the deductibility of federal income taxes paid for purposes of computing corporate income tax liability *only*.
2. Clarify that the effective date is Jan. 1, 2017, but conditioned upon passage of HB No. 31 of the 1st E.S. of 2016 which is the constitutional amendment.

Digest of Bill as Finally Passed by Senate

Present constitution and present law authorize a state deduction for federal income taxes paid for purposes of computing income taxes for the same period.

Proposed law repeals the present law provisions that authorize a state deduction for federal income taxes paid for purposes of calculating corporate income taxes.

Applicable for all taxable periods beginning on or after Jan. 1, 2017.

Effective Jan 1, 2017, if the proposed amendment of Article VII of the Constitution of La. contained in the Act which originated as House Bill No. 31 of this 1st E.S. of 2016 R.S. of the Legislature is adopted at a statewide election and becomes effective.

(Amends R.S. 47:93(A) and (B), 241, 287.69, and 287.442(B)(1); Adds R.S. 47:55(6); Repeals R.S. 47:287.79, 287.83, and 287.85)