

ACT No. 6

2016 First Extraordinary Session

HOUSE BILL NO. 20

BY REPRESENTATIVE BROADWATER

1 AN ACT

2 To amend and reenact R.S. 47:287.86(A) and to repeal the introductory paragraph of R.S.
3 47:287.86(A) as amended in Section 3 of Act No. 123 of the 2015 Regular Session,
4 relative to the net operating loss deduction for corporate income tax; to limit the
5 amount of the deduction; to provide for applicability; to provide for an effective date;
6 and to provide for related matters.

7 Be it enacted by the Legislature of Louisiana:

8 Section 1. R.S. 47:287.86(A) is hereby amended and reenacted to read as follows:
9 §287.86. Net operating loss deduction

10 A. Deduction from Louisiana net income. Except as otherwise provided, for
11 all claims for this deduction on any return filed on or after July 1, 2015, regardless
12 of the taxable year to which the return relates, there shall be allowed for the taxable
13 year ~~an adjustment~~ a deduction reducing Louisiana net income in an amount equal
14 to seventy-two percent of the net operating loss carryovers to such year, but the
15 deduction shall never exceed seventy-two percent of Louisiana net income.

16 * * *

17 Section 2. Any deduction for net operating loss authorized by Section (5)(C) of Act
18 No. 123 of the 2015 Regular Session shall be allowed in addition to the net operating loss
19 deductions authorized by Section 1 of this Act.

20 Section 3. The provisions of Section 3 of Act No. 123 amending R.S.
21 47:287.86(A)(introductory paragraph) are hereby repealed in their entirety.

1 Section 4. The provisions of this Act shall become effective January 1, 2016.

SPEAKER OF THE HOUSE OF REPRESENTATIVES

PRESIDENT OF THE SENATE

GOVERNOR OF THE STATE OF LOUISIANA

APPROVED: _____