

## Income/Franchise:

### Louisiana: New Law Repeals Sales Factor Throwout Rule and Revises Market-Based Sourcing Provisions

*H.B. 631*, signed by gov. 6/27/23. Applicable to tax years beginning on or after January 1, 2024, new law repeals Louisiana's requirement that a sale be excluded from the state corporate income tax sales factor numerator and denominator if the taxpayer is not taxable in a state to which a sale is assigned or if the state of assignment cannot be determined or reasonably approximated. The legislation also makes some changes to Louisiana's market-based sourcing provisions, including removing the exclusion of sales of intangible property in calculating the sales factor.

**URL:** <https://legis.la.gov/legis/BillInfo.aspx?s=23RS&b=HB631&sbi=y>

See recently issued Multistate Tax Alert for more details on this legislation, and please contact us with any questions.

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