

## Tax Structure: Cost of Doing Business

State Corporate Income Tax	<ul style="list-style-type: none"> <li>• 4% on the first \$25,000 of net income</li> <li>• 5% on the next \$25,000</li> <li>• 6% on the next \$50,000</li> <li>• 7% on the next \$100,000</li> <li>• 8% on the excess of \$200,000</li> <li>• Louisiana uses single sales factor</li> </ul>
State Corporate Franchise Tax	<ul style="list-style-type: none"> <li>• \$1.50 per \$1,000 or major fraction thereof up to \$300,000</li> <li>• \$3.00 per \$1,000 or major fraction thereof in excess of \$300,000</li> <li>• The initial corporation franchise tax is \$110</li> </ul>
Unemployment Insurance Tax	<ul style="list-style-type: none"> <li>• The 2017 wage base is \$7,700</li> <li>• Standard rate range is .10% - 6.2%</li> <li>• Rate for new employers is the average rate for the particular industry</li> <li>• Maximum unemployment weekly benefit is 1/2 of the claimant's previous wage earnings for 26 weeks</li> </ul>
2016 Parish Wide Millage (Property Tax) Rate	64.82 mills*
Total Sales Taxes in Unincorporated Union Parish	9.75%**
Total Sales Taxes in Bernice	11.45%
Total Sales Taxes in Farmerville	11.45%
Total Sales Taxes in Marion	10.45%
Total Sales Taxes in Junction City	10.45%

\* To calculate property tax, multiply the assessed value of the property by the appropriate millage rate. The assessed value is the fair market value of the property times 10% for real property or 15% for personal property.

\*\* Sales taxes include a 4.45% state tax along with a local portion