The original instrument and the following digest, which constitutes no part of the legislative instrument, were prepared by Senate Legislative Services. The keyword, summary, 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)]

DIGEST

SB 235 Original | 2025 Regular Session | Duplessis

Proposed law authorizes an individual income tax credit for an individual taxpayer who pays an insurance policy premium for homeowner's insurance. Further requires that the taxpayer's income shall not exceed an amount equal to 200% of the federal poverty guidelines.

Proposed law provides that the amount of the credit shall be equal to the insurance policy premium paid for homeowner's insurance for the taxpayer's primary residence, not to exceed $2,000.

Proposed law provides that a resident individual who has a federal adjusted gross income equal or less than $25,000 may be entitled to a refund, if the credit exceeds the tax liability for the taxable year. Further provides the overpayment shall be refunded from current collections by the secretary of the Dept. of Revenue imposed in present law.

Proposed law provides that a resident individual who has a federal adjusted gross income greater than $25,000 is entitled to a credit carry forward if the tax credit exceeds the tax liability for the taxable year. Further limits the carry forward of excess tax credit to five years.

Proposed law requires a taxpayer claiming the credit to maintain all documentation necessary to verify the amount of insurance premium paid during the calendar year for which the credit is claimed.

Proposed law authorizes the secretary of the Dept. of Revenue to promulgate rules in accordance with the APA to administer the credit.

Effective on January 1, 2026.

(Adds R.S. 47:297.26)