

HOUSE SUMMARY OF SENATE AMENDMENTS

HB 483

2023 Regular Session

Magee

TAX CREDITS: Provides relative to the rehabilitation of historic structures tax credit

Synopsis of Senate Amendments

1. Revises present law and proposed law to provide that the amount of the credit for rehabilitation of a historic structure not located in a rural area, as defined in proposed law, shall be as follows:
 - a. 20% of the eligible costs and expenses of the rehabilitation incurred on or after Jan. 1, 2018, and before Jan. 1, 2023, regardless of the year in which the property is placed in service.
 - b. 25% of the eligible costs and expenses of the rehabilitation incurred on or after Jan. 1, 2023, and before Jan. 1, 2029, regardless of the year in which the property is placed in service.
2. Increases the credit amount established by proposed law for rehabilitation of a historic structure located in a rural area, as defined in proposed law, from 30% of the eligible costs and expenses of the rehabilitation incurred on or after Jan. 1, 2023, and before Jan. 1, 2029, to 35% of such costs and expenses.

Digest of Bill as Finally Passed by Senate

Present law authorizes a credit against income and corporation franchise tax for the amount of eligible costs and expenses incurred during the rehabilitation of a historic structure located in a downtown development district or a cultural district as defined in present law. Provides that the credit amount equals 20% of the eligible costs and expenses of the rehabilitation incurred on or after Jan. 1, 2018, and before Jan. 1, 2026. Stipulates that no credit is authorized pursuant to present law for expenses incurred on or after Jan. 1, 2026.

Proposed law extends the termination date of the period in which expenses qualifying for the credit may be incurred from Jan. 1, 2026, to Jan. 1, 2029.

Proposed law revises present law to provide that the amount of the credit for rehabilitation of a historic structure not located in a rural area, as defined in proposed law, shall be as follows:

- (1) 20% of the eligible costs and expenses of the rehabilitation incurred on or after Jan. 1, 2018, and before Jan. 1, 2023, regardless of the year in which the property is placed in service.
- (2) 25% of the eligible costs and expenses of the rehabilitation incurred on or after Jan. 1, 2023, and before Jan. 1, 2029, regardless of the year in which the property is placed in service.

Proposed law amends present law to include the following among the classes of historic structures eligible for the credit:

- (1) Historic structures either individually listed or deemed as contributing elements within a National Register Historic District.
- (2) Historic structures that meet the requirements of present law and proposed law and are located in a rural area.

Proposed law defines "rural area", for purposes of present law and proposed law, as any of the following:

- (1) A parish with a population of less than 100,000.
- (2) A municipality with a population of less than 35,000.
- (3) An unincorporated area of a parish with a population of 100,000 or more.

Proposed law establishes that the credit amount for rehabilitation of a historic structure located in a rural area is 35% of the eligible costs and expenses of the rehabilitation incurred on or after Jan. 1, 2023, and before Jan. 1, 2029.

(Amends R.S. 47:6019(A)(1)(a), (B)(1)(intro. para.), and (C); Adds R.S. 47:6019(B)(1)(d) and (e))