The original instrument and the following digest, which constitutes no part of the legislative instrument, were prepared by Danielle B. Clapinski.

DIGEST

SB 12 Original 2025 Regular Session Foil

Present law (R.S. 47:3081 et seq.) creates the Achieving a Better Life Experience in Louisiana Account Program (ABLE), a savings program that encourages and assists individuals and families in saving private funds for the purpose of supporting persons with disabilities in endeavors to maintain health, independence, and quality of life.

Proposed law retains present law.

Present law authorizes an exemption for amounts deposited into an ABLE account from the owner's state taxable income if enacted by the legislature.

Proposed law repeals present law and exempts annual deposits from ABLE account owner's state income tax annual deposits up to $2,400 for single filers and $4,800 for joint filers, per account. If less than the maximum annual deposits are deposited in any year, the difference between the total deposit and $2,400 for single filers or $4,800 for joint filers shall roll over to subsequent years and shall be exempt from inclusion in the account owner's state taxable income.

Present law authorizes tax deductions for costs associated with enrollment in an elementary or secondary school and other educational expenses.

Proposed law prohibits an account owner from claiming both the tax exemption for the ABLE and the tax deductions for costs associated with enrollment in an elementary and secondary school and other educational expenses within the same taxable year.

Applicable for tax periods beginning on or after January 1, 2026.

Effective August 1, 2025.

(Amends R.S. 17:3088, R.S. 47:297.10(C), 297.11(B), and 297.12(C); adds R.S. 47:293(9)(a)(xxvii))