
DIGEST

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HB 806 Original

2015 Regular Session

Adams

Abstract: Changes the tax credit for the rehabilitation of residential structures from a refundable credit to a credit in which amounts of the credit above the tax liability may be carried forward and applied against subsequent tax liability for up to five years.

Present law provides for an individual income tax credit for eligible costs and expenses incurred during the rehabilitation of owner-occupied residential or owner-occupied mixed use structures located in certain districts, owner-occupied residential structures listed in or eligible to be listed on the National Register or which has been certified by the State Historic Preservation Office as contributing to the historical significance of the district, or a vacant and blighted owner-occupied residential structure that is at least 50 years old. Only one credit may be claimed per rehabilitated structure and the total amount of the credit shall not exceed \$25,000. In order to qualify for the credit, the rehabilitation costs must exceed \$10,000.

Present law provides that the taxpayer is entitled to a refund for any allowable credit which exceeds the aggregate tax liability of the taxpayer. The department is required to pay the refund from current tax collections.

Proposed law changes the tax credit from a refundable credit to one in which credit amounts which exceed taxpayer liability may be carried forward against subsequent individual income tax liability for up to five years.

(Amends R.S. 47:299.6(A)(4))