
DIGEST

The digest printed below was prepared by House Legislative Services. It constitutes no part of the legislative instrument. The keyword, one-liner, abstract, 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)]

HB 632 Original

2023 Regular Session

Knox

Abstract: Establishes the Next Generation Tax Credit as a \$250 per child income tax credit for each child five years of age or younger claimed as a dependent by a taxpayer on a La. return.

Proposed law establishes an income tax credit for each child five years of age or younger claimed as a dependent by the taxpayer on a La. return. The amount of the credit shall be equal to \$250 per child and may be claimed on a return for any tax year that the child is five years of age or younger.

Proposed law prohibits a credit if the taxpayer's gross income exceeds \$40,000 regardless of the filing status of the taxpayer.

Proposed law provides that if the La. resident's La. individual income tax return for tax year 2022 has not been filed at the time of applying for the credit, the La. individual income tax return for tax year 2021 may be used in lieu of the 2022 La. individual income tax return to determine eligibility and the number of dependents that qualify for the credit.

Proposed law provides that if the amount of the credit exceeds the taxpayer's tax liability for the taxable year, the excess credit amount shall constitute an overpayment and the secretary shall refund the overpayment from the tax collections imposed in present law.

Proposed law is applicable to taxable years beginning on or after Jan. 1, 2023.

Effective July 1, 2023.

(Adds R.S. 47:297.23)