HLS 25RS-833 ORIGINAL

2025 Regular Session

HOUSE BILL NO. 330

1

BY REPRESENTATIVE JORDAN

TAX CREDITS: Establishes an income tax credit for annual homeowners' insurance premiums paid in excess of a certain amount

AN ACT

2 To enact R.S. 47:297.26, relative to individual income tax; to establish a tax credit for 3 certain amounts of qualifying homeowners' insurance premiums; to provide for 4 definitions; to provide for the amount of the credit; to provide for a carry-forward 5 period for unused credit amounts; to provide for requirements and limitations with 6 respect to the credit; to require promulgation of rules; to provide for applicability; 7 to provide for an effective date; and to provide for related matters. 8 Be it enacted by the Legislature of Louisiana: 9 Section 1. R.S. 47:297.26 is hereby enacted to read as follows: 10 §297.26. Tax credit; homeowners' insurance premiums paid 11 A. There shall be allowed for resident individual taxpayers a credit against 12 the tax imposed by this Chapter for certain amounts of qualifying homeowners' 13 insurance premiums paid. For purposes of this Section, "qualifying homeowners' 14 insurance premiums paid" shall mean premiums that a taxpayer pays for one or more 15 homeowners' insurance policies on residential property in this state for which the 16 taxpayer claims the homestead exemption. B. The amount of the credit shall equal the lesser of the following: 17 (1) The amount of qualifying homeowners' insurance premiums paid in 18 19 excess of three thousand dollars in a taxable year. (2) Five thousand dollars. 20

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CODING: Words in struck through type are deletions from existing law; words underscored are additions.

1	C. If the tax credit earned pursuant to this Section exceeds the total tax
2	liability of a taxpayer in the taxable year, the amount of the credit not used as an
3	offset against the taxpayer's tax liability in the taxable year may be carried forward
4	as a credit against subsequent income tax liabilities for a period not to exceed five
5	taxable years. However, in no event shall the amount of the credit applied by a
6	taxpayer in a taxable period exceed the amount of taxes due from the taxpayer for
7	that taxable period.
8	D. Any taxpayer claiming the credit authorized in this Section shall maintain
9	all records necessary to verify his eligibility for the credit and for the amount of
10	credit claimed and if requested, shall provide the records to the Department of
11	Revenue, when filing the taxpayer's income tax return.
12	E. The secretary of the Department of Revenue shall promulgate rules in
13	accordance with the Administrative Procedure Act as are necessary to implement the
14	provisions of this Section.
15	F. No credits authorized by this Section may be claimed for any taxable year
16	beginning after December 31, 2031.
17	Section 2. The provisions of this Act shall apply to taxable periods beginning on or
18	after January 1, 2026.
19	Section 3. This Act shall become effective on January 1, 2026.

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 330 Original

2025 Regular Session

Jordan

Abstract: Establishes an income tax credit for certain amounts of homeowners' insurance premiums paid by a taxpayer for insurance on the residential property for which the taxpayer claims the homestead exemption.

Proposed law authorizes an individual income tax credit for certain amounts of qualifying homeowners' insurance premiums paid. Proposed law defines "qualifying homeowners' insurance premiums paid" as premiums a taxpayer pays for one or more homeowners' insurance policies on residential property in this state for which the taxpayer claims the homestead exemption.

<u>Proposed law</u> provides that the amount of the credit shall equal the lesser of the following:

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(1) The amount of qualifying homeowners' insurance premiums paid in excess of \$3,000 in a taxable year.

(2) \$5,000.

<u>Proposed law</u> provides that if the credit exceeds the amount of taxes due from a taxpayer for a taxable period, then any unused credit amount may be carried forward by the taxpayer as a credit against subsequent tax liability for a period not to exceed five years. Stipulates, however, that the amount of the credit applied in a taxable period shall not exceed the amount of taxes due from the taxpayer for that period.

<u>Proposed law</u> requires taxpayers claiming the credit to maintain all records necessary to verify their eligibility for the credit and for the amount of credit claimed and, if requested, shall provide the records to the Dept. of Revenue when filing the taxpayer's tax return.

<u>Proposed law</u> prohibits credits from being earned for any taxable year beginning after Dec. 31, 2031.

Proposed law applies to taxable periods beginning on or after Jan. 1, 2026.

Effective January 1, 2026.

(Adds R.S. 47:297.26)