

Second Extraordinary Session, 2008

SENATE BILL NO. 4

BY SENATOR ALARIO

TAX/INCOME/PERSONAL. Provides for a refundable individual income tax credit for 25% of the amount of ad valorem taxes paid by a homeowner who claims the homestead exemption, not in excess of \$250.00 per tax year. (1/1/09)

1 AN ACT

2 To enact R.S. 47:297.10, relative to the individual income tax; to provide for a tax credit for
3 a certain percentage of property taxes paid by certain persons; to provide for an
4 effective date; and to provide for related matters.

5 Be it enacted by the Legislature of Louisiana:

6 Section 1. R.S. 47:297.10 is hereby enacted to read as follows:

7 **§297.10. Reduction to tax due; property taxes paid**

8 **A. There shall be a credit against the tax due under this Part for twenty-**
9 **five percent of the amount of ad valorem property taxes paid on his homestead**
10 **by a homeowner who claims the homestead exemption provided for in Article**
11 **VII, Section 20 of the Constitution of Louisiana, not to exceed two hundred fifty**
12 **dollars per tax year.**

13 **B. Notwithstanding any other provision of law to the contrary, any**
14 **excess of allowable credit established by this Section over the tax liabilities**
15 **against which such credit can be applied, as provided in this Section, shall**
16 **constitute an overpayment, as defined in R.S. 47:1621(A), and the secretary**
17 **shall make a refund of such overpayment from the current collections of the**

1 **taxes imposed by Chapter 1 of Subtitle II of this Title, together with interest as**
2 **provided in R.S. 47:1624. The right to a credit or refund of any such**
3 **overpayment shall not be subject to the requirements of R.S. 47:1621(B).**

4 Section 2. The provisions of this Act shall be effective for all taxable periods
5 beginning on or after January 1, 2009.

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

DIGEST

Proposed law provides for a refundable individual income tax credit for 25% of the amount
of ad valorem taxes paid by a homeowner who claims the homestead exemption provided
for in Article VII, Section 18 of the Constitution of Louisiana, not to exceed \$250 per tax
year.

Effective for all taxable periods beginning on or after January 1, 2009.

(Adds R.S. 47:297.10)