

2025 Regular Session

HOUSE BILL NO. 330

BY REPRESENTATIVE JORDAN

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

1 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.

17 B. The amount of the credit shall equal the lesser of the following:

18 (1) The amount of qualifying homeowners' insurance premiums paid in
19 excess of three thousand dollars in a taxable year.

20 (2) Five thousand dollars.

- (1) The amount of qualifying homeowners' insurance premiums paid in excess of \$3,000 in a taxable year.
- (2) \$5,000.

Proposed law 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.

Proposed law 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.

Proposed law 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)