

TAX/TAXATION. Repeals the earned income tax credit. (1/1/26)

1AN ACT

2To repeal R.S. 47:297.8, relative to individual income tax credits; to repeal the earned

3income tax credit; to provide for applicability; to provide for an effective date; and

4to provide for related matters.

5Be it enacted by the Legislature of Louisiana:

6Section 1. R.S. 47:297.8 is hereby repealed.

7Section 2. The provisions of this Act shall be applicable to taxable periods beginning

8on or after January 1, 2026.

9Section 3. This Act shall become effective on January 1, 2026.

The original instrument and the following digest, which constitutes no part of the legislative instrument, were prepared by Senate Legislative Services. The keyword, summary, 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)]

SB 149 Original

DIGEST2025 Regular Session

Seabaugh

Present law provides for a tax credit against individual income tax based on the taxpayer's federal earned income tax credit authorized in the Internal Revenue Code. The amount of the credit is 5% of the amount of the taxpayer's federal earned income tax credit through December 31, 2030. Beginning January 1, 2031, the amount of the credit is 3.5% of the amount of the taxpayer's federal earned income tax credit.

Proposed law repeals the earned income tax credit for taxable periods beginning on or after January 1, 2026.

Effective on January 1, 2026.

(Repeals R.S. 47:297.8)