

By: Senator(s) Frazier

To: Finance

SENATE BILL NO. 3095

1 AN ACT TO AUTHORIZE AN INCOME TAX CREDIT FOR THE COST AND
2 EXPENSES INCURRED FOR PURCHASING AND INSTALLING INSULATION,
3 ENERGY-EFFICIENT REPLACEMENT WINDOWS AND HIGH-EFFICIENCY HEATING
4 AND COOLING EQUIPMENT ON PROPERTY UPON WHICH HOMESTEAD EXEMPTION
5 IS GRANTED; TO LIMIT THE AMOUNT OF THE CREDIT; AND FOR RELATED
6 PURPOSES.

7 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:

8 **SECTION 1.** (1) There shall be allowed as a credit against
9 the taxes imposed by this chapter the amount of any costs and
10 expenses incurred by the taxpayer, not to exceed Two Hundred Fifty
11 Dollars (\$250.00) per year, for purchasing and installing
12 insulation, energy-efficient replacement windows and
13 high-efficiency heating and cooling equipment to eligible
14 property. The credit that may be utilized in each year shall be
15 limited to the amount of income tax imposed on the taxpayer for
16 the taxable year.

17 (2) The tax credit authorized by this section shall apply
18 only to improvements made to eligible property during calendar
19 years 2007 and 2008.

20 (3) To claim the credit authorized pursuant to this section,
21 the taxpayer shall attach a copy of the tax receipt for homestead
22 exemption on the eligible property along with supporting
23 documentation as to the improvements made to the eligible property
24 to all income tax returns upon which the credit is claimed.

25 (4) As used in this section, "eligible property" means
26 property located in Mississippi used for residential purposes
27 owned by the taxpayer and upon which homestead exemption is
28 granted.

29 (5) This section shall stand repealed on January 1, 2009.

30 **SECTION 2.** Section 1 of this act shall be codified in
31 Chapter 7, Title 27, Mississippi Code of 1972.

32 **SECTION 3.** This act shall take effect and be in force from
33 and after January 1, 2007.