OLR Bill Analysis
HB 6543

AN ACT INCREASING THE INCOME TAX CREDIT FOR PROPERTY TAX PAYMENTS.

SUMMARY

Beginning with the 2022 tax year, this bill increases, from $200 to $500, the maximum property tax credit against the personal income tax.

By law, taxpayers earn the credit for property taxes paid on their primary residences or motor vehicles, and the amount of property taxes paid that can be taken as a credit declines as adjusted gross income increases until it completely phases out. The maximum credit cannot exceed the amount of qualifying property taxes paid.

EFFECTIVE DATE: Upon passage and applicable to tax years beginning on or after January 1, 2022.

COMMITTEE ACTION
Planning and Development Committee

Joint Favorable
Yea 26 Nay 0 (03/21/2021)