



SPONSOR: Rep. Hensley & Rep. S. Moore & Rep. Bush &
Sen. Lawson
Reps. Collins, Gray, Ramone, D. Short, Michael Smith,
Yearick

HOUSE OF REPRESENTATIVES
151st GENERAL ASSEMBLY

HOUSE BILL NO. 312

AN ACT TO AMEND TITLE 30 OF THE DELAWARE CODE RELATING TO PERSONAL INCOME TAX AND
STUDENT LOAN INTEREST PAID.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF DELAWARE:

Section 1. Amend Chapter 11, Title 30 of the Delaware Code by making deletions as shown by strike through and
insertions as shown by underline as follows:

§ 1118. Credit for education loan interest paid

(a) A resident individual shall be allowed a credit against that individual's tax otherwise due under this chapter in
an amount up to a maximum of \$500 per individual per year for interest paid on student loans.

(b) For the purpose of this section, a student loan is

1. an educational loan made, insured, or guaranteed by a governmental unit, or made under any program
funded in whole or in part by a governmental unit or nonprofit institution; or

2. an obligation to repay funds received as an educational benefit, scholarship, or stipend; or

3. another educational loan that is a qualified education loan, as defined in Section 221(d)(1) of the
Internal Revenue Code of 1986, incurred by a borrower who is an individual.

SYNOPSIS

This bill creates a Delaware personal income tax credit, not to exceed \$500 per year per individual for interest paid
on student loans.