



General Assembly

February Session, 2026

Proposed Bill No. 5113

LCO No. 591



Referred to Committee on FINANCE, REVENUE AND BONDING

Introduced by:
REP. ROJAS, 9th Dist.

AN ACT EXEMPTING FROM THE PERSONAL INCOME TAX THE AMOUNT OF STATE AND FEDERAL DEBT SETTLEMENTS AND DEBT RELIEF RECEIVED BY A TAXPAYER FOR STUDENT LOANS, MEDICAL DEBT AND CREDIT CARD DEBT.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 That chapter 229 of the general statutes be amended to exempt from
- 2 the personal income tax the amount of any state and federal debt
- 3 settlements and debt relief received by a taxpayer for student loans,
- 4 medical debt and credit card debt.

Statement of Purpose:

To exempt from the personal income tax the amount of any state and federal debt settlements and debt relief received by a taxpayer for student loans, medical debt and credit card debt.