

HOUSE BILL 1028

By Lynn

AN ACT to amend Tennessee Code Annotated, Title 67,
Chapter 4, Part 20, relative to federal tax reform.

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

SECTION 1. Tennessee Code Annotated, Section 67-4-2006, is amended by deleting subdivision (a)(1) and substituting instead the following:

(1) For a corporation or any other taxpayer treated as a corporation for federal tax purposes, including any limited liability company treated as a corporation for federal income tax purposes, or any other taxpayer required to file a federal income tax return on a federal form 1120 or any variation of that form, except for a corporation electing S corporation status under 26 U.S.C. §§ 1361-1363, and except for a unitary business as is defined in § 67-4-2004, "net earnings" or "net loss" is defined as federal taxable income or loss calculated according to the Tax Cuts and Jobs Act of 2017 (Pub. L. No. 115-97) before the operating loss deduction and special deductions provided for in 26 U.S.C. §§ 241-247, and as adjusted by subsections (b) and (c).

SECTION 2. This act shall take effect upon becoming a law, the public welfare requiring it.