

## RÉSUMÉ DIGEST

**ACT 26 (HB 89)**

**2020 Second Extraordinary Session**

**James**

Existing law defines "federal income tax liability" for purposes of the individual income tax as the total amount of tax due to the U.S. for the taxable period on the individual income tax return required to be filed by any taxpayer, excluding social security and self-employment taxes.

Existing law requires federal income tax liability to be increased by federal income tax credits determined by the secretary to be disaster relief credits.

New law adds requirement that for taxable periods beginning after Dec. 31, 2018, and before Jan. 1, 2021, that federal income tax liability be increased by the amount by which an individual's federal income tax due to the U.S. for the taxable period was decreased as a result of claiming the federal itemized deduction for certain net disaster losses attributable to Hurricane Laura or Hurricane Delta.

Provisions of new law shall be applicable for taxable periods beginning after Dec. 31, 2018, and before Jan. 1, 2021.

Effective upon signature of the governor (Oct. 28, 2020).

(Adds R.S. 47:293(4)(e))