

Income/Franchise:

Tennessee Governor Expected to Sign Bill Adopting Single Sales Factor and TCJA Bonus Depreciation

H.B. 323, passed House and Senate 4/20/23; *News Release – Gov. Lee’s Full ‘Tennessee: Leading the Nation’ Agenda Passes*, Tenn. Office of the Governor (4/23/23). Pending legislation that is expected to be signed into law by Tennessee Governor Bill Lee includes provisions that, if enacted, would:

URL: <https://wapp.capitol.tn.gov/apps/BillInfo/Default.aspx?BillNumber=HB0323&GA=113>

URL: <https://www.tn.gov/governor/news/2023/4/23/gov--lee-s-full--tennessee--leading-the-nation--agenda-passes.html>

Adopt single sales factor apportionment for Tennessee franchise and excise tax purposes; and Conform with the federal bonus depreciation provisions (*i.e.*, involving Internal Revenue Code section 168) under the 2017 federal tax overhaul legislation known as the Tax Cuts and Jobs Act (*i.e.*, P.L. 115-97 or “TCJA”) for Tennessee franchise and excise tax purposes.

See forthcoming Multistate Tax Alert for more details on this state legislation, and please contact us with any questions in the meantime.

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