

The House Committee on Rules offers the following substitute to HB 1199:

A BILL TO BE ENTITLED
AN ACT

1 To amend Code Section 48-1-2 of the Official Code of Georgia Annotated, relating to
2 definitions regarding revenue and taxation, so as to revise the definition of the terms "Internal
3 Revenue Code" and "Internal Revenue Code of 1986" to incorporate certain provisions of
4 the federal law into Georgia law; to provide for related matters; to provide for an effective
5 date and applicability; to repeal conflicting laws; and for other purposes.

6 BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

SECTION 1.

7
8 Code Section 48-1-2 of the Official Code of Georgia Annotated, relating to definitions
9 regarding revenue and taxation, is amended by revising paragraph (14) as follows:

10 "(14) 'Internal Revenue Code' or 'Internal Revenue Code of 1986' means for taxable years
11 beginning on or after January 1, ~~2024~~ 2025, the provisions of the United States Internal
12 Revenue Code of 1986, as amended, provided for in federal law enacted on or before
13 January 1, ~~2025~~ 2026, except that Section 63(b)(5), Section 63(b)(6), Section 63(b)(7),
14 Section 108(i), Section 163(e)(5)(F), Section 163(h)(4), ~~Section 168(b)(3)(F);~~ Section
15 168(e)(3)(B)(vii), ~~Section 168(e)(3)(E)(ix), Section 168(e)(8);~~ Section 168(k), Section
16 168(m), Section 168(n), Section 174A, Section 179(d)(1)(B)(ii), ~~Section 179(f)~~

17 Section 179(e), Section 199, Section 224, Section 225, Section 381(c)(20),
18 Section 382(d)(3), ~~Section 810(b)(4), Section 1400L, Section 1400N(d)(1),~~
19 ~~Section 1400N(f), Section 1400N(j), Section 1400N(k), and Section 1400N(o)~~
20 Section 6213(g)(2)(Y), and Section 6213(g)(2)(Z) of the Internal Revenue Code of 1986,
21 as amended, shall be treated as if they were not in effect, and except that Section 170(p)
22 of the Internal Revenue Code of 1986, as amended, shall be treated as it was in effect
23 before the 2025 enactment of federal Public Law 119-21, and except that Section
24 168(e)(7), Section 172(b)(1)(F), and Section 172(i)(1) of the Internal Revenue Code of
25 1986, as amended, shall be treated as they were in effect before the 2008 enactment of
26 federal Public Law 110-343, and except that Section 163(i)(1) of the Internal Revenue
27 Code of 1986, as amended, shall be treated as it was in effect before the 2009 enactment
28 of federal Public Law 111-5, and except that Section 13(e)(4) of 2009 federal Public Law
29 111-92 shall be treated as if it was not in effect, and except that Section 118, Section
30 163(j), Section 382(k)(1), and Section 174 of the Internal Revenue Code of 1986, as
31 amended, shall be treated as they were in effect before the 2017 enactment of federal
32 Public Law 115-97; provided, however, that all provisions in federal Public Law 117-58
33 (Infrastructure Investment and Jobs Act) that change or affect in any manner Section 118
34 shall be treated as if they were in effect, and except that all provisions in federal Public
35 Law 116-136 (CARES Act) that change or affect in any manner Section 172 and Section
36 461(l) shall be treated as if they were not in effect, and except that all provisions in
37 federal Public Law 117-2 (American Rescue Plan Act of 2021) that change or affect in
38 any manner Section 461(l) shall be treated as if they were not in effect, and except that
39 the limitations provided in Section 179(b)(1) shall be \$250,000.00 for tax years beginning
40 in 2010, shall be \$250,000.00 for tax years beginning in 2011, shall be \$250,000.00 for
41 tax years beginning in 2012, shall be \$250,000.00 for tax years beginning in 2013, and
42 shall be \$500,000.00 for tax years beginning in 2014, and except that the limitations
43 provided in Section 179(b)(2) shall be \$800,000.00 for tax years beginning in 2010, shall

44 be \$800,000.00 for tax years beginning in 2011, shall be \$800,000.00 for tax years
45 beginning in 2012, shall be \$800,000.00 for tax years beginning in 2013, and shall be \$2
46 million for tax years beginning in 2014, and provided that Section 1106 of federal Public
47 Law 112-95 as amended by federal Public Law 113-243 shall be treated as if it is in
48 effect, except the phrase 'Code Section 48-2-35 (or, if later, November 15, 2015)' shall
49 be substituted for the phrase 'section 6511(a) of such Code (or, if later, April 15, 2015),'
50 and notwithstanding any other provision in this title, no interest shall be refunded with
51 respect to any claim for refund filed pursuant to Section 1106 of federal Public Law
52 112-95, and provided that subsection (b) of Section 3 of federal Public Law 114-292 shall
53 be treated as if it is in effect, except the phrase 'Code Section 48-2-35' shall be substituted
54 for the phrase 'section 6511(a) of the Internal Revenue Code of 1986' and the phrase 'such
55 section' shall be substituted for the phrase 'such subsection.' In the event a reference is
56 made in this title to the Internal Revenue Code or the Internal Revenue Code of 1954 as
57 it existed on a specific date prior to January 1, ~~2025~~ 2026, the term means the provisions
58 of the Internal Revenue Code or the Internal Revenue Code of 1954 as it existed on the
59 prior date. Unless otherwise provided in this title, any term used in this title shall have
60 the same meaning as when used in a comparable provision or context in the Internal
61 Revenue Code of 1986, as amended. For taxable years beginning on or after January 1,
62 ~~2024~~ 2025, provisions of the Internal Revenue Code of 1986, as amended, which were
63 as of January 1, ~~2025~~ 2026, enacted into law but not yet effective shall become effective
64 for purposes of Georgia taxation on the same dates upon which they become effective for
65 federal tax purposes."

66 **SECTION 2.**

67 This Act shall become effective upon its approval by the Governor or upon its becoming law
68 without such approval and shall be applicable to all taxable years beginning on or after
69 January 1, 2025.

