

WEST VIRGINIA LEGISLATURE

2017 REGULAR SESSION

ENROLLED

House Bill 2590

BY MR. SPEAKER (MR. ARMSTEAD) AND DELEGATE MILEY

[By Request of the Executive]

[Passed March 14, 2017; in effect from passage.]

1 AN ACT to amend and reenact §11-24-3 of the Code of West Virginia, 1931, as amended, relating
2 to updating the meaning of federal taxable income and certain other terms used in the
3 West Virginia Corporation Net Income Tax Act; and specifying effective dates.

Be it enacted by the Legislature of West Virginia:

1 That §11-24-3 of the Code of West Virginia, 1931, as amended, be amended and
2 reenacted to read as follows:

ARTICLE 24. CORPORATION NET INCOME TAX.

§11-24-3. Meaning of terms; general rule.

1 (a) Any term used in this article has the same meaning as when used in a comparable
2 context in the laws of the United States relating to federal income taxes, unless a different
3 meaning is clearly required by the context or by definition in this article. Any reference in this
4 article to the laws of the United States means the provisions of the Internal Revenue Code of
5 1986, as amended, and any other provisions of the laws of the United States that relate to the
6 determination of income for federal income tax purposes. All amendments made to the laws of
7 the United States after December 31, 2015, but prior to January 1, 2017, shall be given effect in
8 determining the taxes imposed by this article to the same extent those changes are allowed for
9 federal income tax purposes, whether the changes are retroactive or prospective, but no
10 amendment to the laws of the United States made on or after January 1, 2017, shall be given any
11 effect.

12 (b) The term "Internal Revenue Code of 1986" means the Internal Revenue Code of the
13 United States enacted by the federal Tax Reform Act of 1986 and includes the provisions of law
14 formerly known as the Internal Revenue Code of 1954, as amended, and in effect when the
15 federal Tax Reform Act of 1986 was enacted that were not amended or repealed by the federal
16 Tax Reform Act of 1986. Except when inappropriate, any reference in any law, executive order or
17 other document:

18 (1) To the Internal Revenue Code of 1954 includes a reference to the Internal Revenue
19 Code of 1986; and

20 (2) To the Internal Revenue Code of 1986 includes a reference to the provisions of law
21 formerly known as the Internal Revenue Code of 1954.

22 (c) *Effective date.* — The amendments to this section enacted in the year 2017 are
23 retroactive to the extent allowable under federal income tax law. With respect to taxable years
24 that began prior to January 1, 2017, the law in effect for each of those years shall be fully
25 preserved as to that year, except as provided in this section.

The Joint Committee on Enrolled Bills hereby certifies that the foregoing bill is correctly enrolled.

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Chairman, House Committee

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Chairman, Senate Committee

Originating in the House.

In effect from passage.

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Clerk of the House of Delegates

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Clerk of the Senate

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Speaker of the House of Delegates

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President of the Senate

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day of, 2017.

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Governor