

HR 3954

Disaster Tax Relief Act of 2021

Congress: 117 (2021–2023, Ended)

Chamber: House

Policy Area: Taxation

Introduced: Jun 16, 2021

Current Status: Referred to the Subcommittee on General Farm Commodities and Risk Management.

Latest Action: Referred to the Subcommittee on General Farm Commodities and Risk Management. (Jul 20, 2021)

Official Text: <https://www.congress.gov/bill/117th-congress/house-bill/3954>

Sponsor

Name: Rep. Thompson, Mike [D-CA-5]

Party: Democratic • **State:** CA • **Chamber:** House

Cosponsors

No cosponsors are listed for this bill.

Committee Activity

Committee	Chamber	Activity	Date
Agriculture Committee	House	Referred to	Jul 20, 2021
Small Business Committee	House	Referred To	Jun 16, 2021
Ways and Means Committee	House	Referred To	Jun 16, 2021

Subjects & Policy Tags

Policy Area:

Taxation

Related Bills

Bill	Relationship	Last Action
117 S 2432	Related bill	Sep 8, 2022: Committee on Banking, Housing, and Urban Affairs. Hearings held.
117 HR 4675	Related bill	Jul 22, 2021: Referred to the House Committee on Ways and Means.

Disaster Tax Relief Act of 2021

This bill sets forth tax relief provisions for taxpayers residing in a disaster zone. Specifically, the bill

- allows penalty-free qualified disaster distributions from tax-exempt retirement plans up to \$100,000;
- allows recontributions of distributions for home purchases cancelled due to disasters;
- increases to \$100,000 the limit on loans from retirement plans not treated as distributions;
- allows an employee retention tax credit for 40% of wages paid by employers affected by a disaster;
- expands eligibility for disaster-related personal casualty losses;
- allows exclusions from gross income, for income tax purposes, of amounts received from state-based catastrophe loss mitigation programs and emergency agricultural assistance;
- suspends the limitation on corporate charitable contributions;
- allows the Small Business Administration to award grants to accomodate extraordinary occurrences having a catastrophic impact on small business concerns; and
- allows a new tax credit for 30% of qualified wildfire mitigation expenditures.

Actions Timeline

- **Jul 20, 2021:** Referred to the Subcommittee on General Farm Commodities and Risk Management.
- **Jun 16, 2021:** Introduced in House
- **Jun 16, 2021:** Referred to the Committee on Ways and Means, and in addition to the Committees on Small Business, and Agriculture, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned.