

Summary of KETRA, GO Zone, and Other Pending Federal & State Disaster Relief Provisions

I. KETRA - Katrina Emergency Tax Relief Act (2005 H.R. 3768/Public Law 109-73) Enactment Date: September 23, 2005 Overall Tax Savings: \$6.1 billion

Hurricane Katrina Disaster Area (Definition)

- An area with respect to which a major disaster has been declared by the President before September 14, 2005
- Automatic Relief in 31 Louisiana Parishes designated for "individual assistance," including Terrebonne, Acadia, Ascension, Assumption, Calcasieu, Cameron, East Baton Rouge, East Feliciana, Iberia, Iberville, Jefferson, Jefferson Davis, Lafourche, Lafayette, Livingston, Orleans, Pointe Coupee, Plaquemines, St. Bernard, St. Charles, St. Helena, St. James, St. John, St. Martin, St. Mary, St. Tammany, Tangipahoa, Vermillion, Washington, West Baton Rouge and "West Feliciana"
- Automatic Relief in 47 Mississippi Counties designated for "individual assistance," including Adams, Amite, Attala, Claiborne, Choctaw, Clarke, Copiah, Covington, Franklin, Forrest, George, Greene, Hancock, Harrison, Hinds, Jackson, Jasper, Jefferson, Jefferson Davis, Jones, Kemper, Lamar, Lauderdale, Lawrence, Leake, Lincoln, Lowndes, Madison, Marion, Neshoba, Newton, Noxubee, Oktibbeha, Pearl River, Perry, Pike, Rankin, Scott, Simpson, Smith, Stone, Walthall, Warren, Wayne, Wilkinson, Winston and Yazoo
- Automatic Relief in 10 Alabama Counties designated for "individual assistance", including Baldwin, Choctaw, Clarke, Greene, Hale, Mobile, Pickens, Sumter, Tuscaloosa and Washington
- Relief if identified as impacted by Hurricane Katrina in remaining 33 Louisiana Parishes, 35 Mississippi Counties, 12 Alabama Counties, and 11 Florida Counties designated for "public assistance"

Hurricane Katrina Core Disaster Area (Definition)

- That portion of the Hurricane Katrina Disaster Area determined by the President to warrant individual or individual and public assistance from the Federal Government, i.e., the 31 Louisiana Parishes, 47 Mississippi Counties, and 10 Alabama Counties

A. Special Rules for Use of Retirement Funds for Relief Relating to Hurricane Katrina

1. Tax-Favored Withdrawals from Retirement Plans for Relief Relating to Hurricane Katrina / Qualified Hurricane Katrina Distribution (Definition)

Distribution from eligible retirement plan on or after August 25, 2005 and before January 1, 2007 to individual whose principal residence on August 28, 2005 is in Hurricane Katrina Disaster Area and who has sustained an economic loss resulting from Hurricane Katrina

Eligible Retirement Plan (Definition)

IRA, Individual Retirement Annuity, Section 401 (a) qualified trust, Section 403 (a) qualified annuity plan, Section 457(b) eligible deferred compensation plan of governmental employer, and Section 403 (A) annuity

- 10 percent Premature Withdrawal Penalty for distributions pre-59 1/2 will not apply
 - Aggregate distributions up to \$100,000
 - Distribution will not endanger plan qualification
- Distribution may be repaid to plan or to IRA within 3 years of date of distribution
 - Repayment to non-IRA plans will be treated as a direct trustee to trustee transfer
 - Repayments to IRAs will be treated in a similar manner
- Income Inclusion spread equally over 3 years beginning with year of distribution

2. Recontribution of Withdrawals for Home Purchases Cancelled Due to Hurricane Katrina
 3. Loans from Qualified Plans for Relief Relating to Hurricane Katrina
 - a) After Enactment Date (September 23, 2005) and before January 1, 2007
 - b) Up to the lesser of \$100,000 or 100% of the nonforfeitable accrued benefit (Not less than \$10,000)
 - c) Loan repayment deferred for up to one year on existing loans (and new loans)
 - d) Loan repaid over five years not including one year deferral
 4. Provisions Relating to Plan Amendments
 - a) Plan Amendments made before December 31, 2007 treated as retroactive
 - b) Plan must be administered as if the plan amendment in effect (Note: The IRS has issued detail guidance on the KETRA retirement distribution rules in Notice 2005-92, 2005-51 IRB; IR 2005-137.)
- B. Employment Relief (\$131 million)
1. Work Opportunity Tax Credit (WOTC) for Hurricane Katrina Employees / Hurricane Katrina Employee (Definition)

Any individual whose principal place of abode on August 28, 2005 is in the "Core Disaster Area" and who is hired within two years for a position the principal place of employment of which is located in the "Core Disaster Area" and

Any individual whose principal place of abode on August 28, 2005 is in the "Core Disaster Area" who is displaced by Hurricane Katrina from his abode, and who is hired during the period from August 8, 2005 through December 31, 2005

 - a) Hurricane Katrina employee treated as member of targeted group
 - b) Reasonable identification acceptable in lieu of certification
 - c) Income tax credit allowed for taxable year equal to 40 percent of qualified wages
 - d) Maximum qualified wages for credit not to exceed \$6,000 (maximum credit \$2,400 per employee)
 - e) Special Rules apply for determining credit for post-2005 wages and rehires
 2. Employee Retention Credit for Employers Affected by Hurricane Katrina Eligible Employer (Definition)

Any employer which conducted an active trade or business on August 28, 2005 in a "Core Disaster Area" and the trade or business is inoperable on any day after August 28, 2005 and before January 1, 2006 as a result of damage sustained by reason of Hurricane Katrina

Eligible Employee (Definition)

An employee of an Eligible Employer whose principal place of employment was in a "Core Disaster Area"

Qualified Wages (Definition)

Wages paid or incurred by an Eligible Employer to an Eligible Employee after August 28, 2005 and before January 1, 2006 during a period beginning on the day the business became inoperable and ending on the date the business resumed significant operations at the principal place of employment

- a) Income tax credit allowed for taxable year equal to 40% of qualified wages
- b) Maximum qualified wages for credit not to exceed \$6,000 (maximum credit \$2,400 per employee)
- c) Employers with an average of more than 200 employees do not qualify (Deleted by the Gulf Opportunity Zone Act of 2005.)
- d) Credit allowed is added to current year business credit

C. Charitable Giving Incentives (\$1 billion)

1. Temporary Suspension of Limitations on Charitable Contributions

Qualified Contributions (Definition)

- Any cash charitable contribution as defined in section 170(c) paid in cash during the period beginning on August 28, 2005, and ending on December 31, 2005 to a charitable organization
- Corporate contributions must be for relief efforts related to Hurricane Katrina and be substantiated
 - a) Percentage limitations not applicable to qualified charitable contributions for individuals and corporations and not subject to phase-out of itemized deductions for individuals
 - b) Charitable Contribution Deduction for individuals limited to adjusted gross income without NOL
 - c) Charitable Contribution Deduction for corporations limited to taxable income in excess of other charitable contributions
 - d) Excess charitable contributions allowed as carryover for individuals and corporations
 - e) Non-cash contributions are not qualified contributions

2. Additional Exemption for Housing Hurricane Katrina Displaced Individuals

Hurricane Katrina Displaced Individuals (Definition)

Any natural person if such person's principal place of abode on August 28, 2005 was in the Hurricane Katrina Disaster Area, the person is displaced from such abode, and it was either damaged or the person was evacuated, or if the abode was located in the "Core Disaster Area," such person is displaced from such abode, and person is provided free housing in the taxpayer's principal residence for 60 consecutive days ending in the taxable year - not taxpayer's spouse or dependent

- a) For 2005 and 2006 taxable income reduced \$500 for each Hurricane Katrina displaced individual
- b) Maximum exemption for two years combined limited to \$2,000 (only one exemption per HKDI)
- c) No deduction is allowed if taxpayer receives rent or other amount from any source

3. Increase in Standard Mileage Rate for Charitable Use of Vehicles

- a) Increased to 70 percent of standard mileage rate if related to Hurricane Katrina relief (\$.34/mile effective September 1, 2005 / \$.31/mile effective January 1, 2006) - otherwise, \$.14/mile
- b) IRS previously increased standard mileage rate to \$.485/mile for September 1 through December 31, 2005 (\$.445 for period beginning January 1, 2006)

4. Mileage Reimbursements to Charitable Volunteers Excluded from Gross Income
 - a) Use of passenger vehicle for benefit of charitable organization related to providing relief relating to Hurricane Katrina from August 25, 2005 to December 31, 2006
 - b) Limited to standard business mileage rate or reimbursable employee business expenses
 - c) Applicable to volunteer services only
 5. Charitable Deduction for Contribution of Food Inventory
 - a) Section amended to add special rule for contributions of food inventory effective August 28, 2005 and ending December 31, 2005
 - (1) Contribution of "apparently wholesome food" from any trade or business of taxpayer (incl. C Corp)
 - (2) For non-C Corporation taxpayers, deduction is limited to 10% of taxpayer's aggregate net income from all trades or businesses from which such contributions were made
 - b) Deduction equal to lesser of twice cost basis or cost basis plus one-half appreciation
 6. Charitable Deduction for Contributions of Book Inventories to Public Schools
 - a) Section amended to add special rule for contributions of book inventory to public schools effective August 28, 2005 and ending December 31, 2005
 - (1) Limitations based on type of donor and donee's use removed
 - (2) Contributions of books to public school which is an educational organization (K-12)
 - (3) Certification by donee that books are "suitable" and will be used in educational programs
 - b) Deduction equal to lesser of twice cost basis or cost basis plus one-half appreciation
- D. Additional Tax Relief Provisions
1. Exclusion of Certain Cancellations of Indebtedness by Reason of Hurricane Katrina
 - a) Gross income of a natural person will not include certain cancellation of indebtedness on or after August 25, 2005 and before January 1, 2007
 - b) Natural person must have principal place of abode on August 25, 2005 in the "Core Disaster Area" or in the Hurricane Katrina Disaster Area and have suffered economic loss resulting from Hurricane Katrina
 - c) Cancellation of indebtedness income will be recognized if indebtedness incurred in connection with a trade or business or to the extent real property collateral is located outside the Hurricane Katrina Disaster Area
 - d) Taxpayer's tax attributes must be reduced by income not recognized
 2. Suspension of Certain Limitations on Personal Casualty Losses (\$2.4 billion)
 - a) \$100 per casualty deductible will not apply to losses arising in the Hurricane Katrina Disaster Area on or after August 25, 2005, and which are attributable to Hurricane Katrina
 - b) 10 percent of AGI deductible will not apply to losses arising in the Hurricane Katrina Disaster Area on or after August 25, 2005, and which are attributable to Hurricane Katrina (Note: Code Section 165(i) allows

individual to claim casualty loss on either 2005 return or on amended 2004 return.)

3. Required Exercise of Authority Under Section 7508A for Hurricane Katrina Tax Relief
 - a) Taxpayers determined to be affected by the Presidentially declared disaster relating to Hurricane Katrina
 - b) Relief provided at least until February 28, 2006 (Note: Same for Hurricanes Rita and Wilma victims)
 - c) Shall apply to filing of returns relating to, and the payment of, employment and excise taxes
 - d) Also applies to income, gift, and estate taxes
(Note: The IRS has issued detail guidance on the KETRA deferred filing and payment relief in Notice 2005-73, 2005-42 IRB; IR 2005-109; IR 2005-112.)
4. Special Rules for Mortgage Revenue Bonds - First-time home buyer requirement waived and up to \$150,000 of loan proceeds may be used to repair damaged homes
5. Extension of Replacement Period for nonrecognition of Gain for Property Located in Hurricane Katrina Disaster Area (\$1.8 billion)
 - a) Damaged/Lost Property must have been located in Hurricane Katrina Disaster Area
 - b) Replacement period for compulsory or involuntarily converted property in the Hurricane Katrina Disaster Area increased to 5 years from 2 years
 - c) Substantially all of the use of the replacement property must be in the Hurricane Katrina Disaster Area
6. Special Look-back Rule for Determining Earned Income for Child Tax Credit and Earned Income Credit
7. Secretarial Authority to Make Adjustments Regarding Taxpayer and Dependency Status

II. GO Zone - Gulf Opportunity Zone Act of 2005 (H.R. 4440)

Enactment Date: December 21, 2005 (Includes provisions of Tax Revision Act of 2005 (H.R. 4388) and substantive and clerical technical corrections related to the Energy Policy Act of 2005, the American Jobs Creation Act of 2004, and the Jobs and Growth Tax Relief Reconciliation Act of 2003.)

Gulf Opportunity Zone (Definition)

- Hurricane Katrina Core Disaster Areas of Louisiana, Mississippi, and Alabama
- Hurricane Rita and Hurricane Wilma Disaster Areas are not included in GO Zone but have their own individual GO Zones (i.e., the Rita GO Zone and the Wilma GO Zone which are the "core disaster areas")

Hurricane Rita Disaster Area (Definition)

- All counties and parishes in Texas and Louisiana have been designated as eligible for individual assistance and/or public assistance
- Automatic Relief in 21 Louisiana Parishes designated for "individual assistance," including Acadia, Alien, Ascension, Beauregard, Calcasieu, Cameron, Evangeline, Iberia, Jefferson, Jefferson Davis, Lafayette, Lafourche, Plaquemines, Sabine, St. Landry, St. Martin, St. Mary, Terrebonne, Vermillion, Vernon, and West Baton Rouge (Note: Alien, Beauregard, Evangeline, Sabine, St. Landry, and Vernon are the only Louisiana Parishes not already included in Hurricane Katrina "individual assistance" area)

- Automatic Relief in 9 Texas Counties designated for "individual assistance," including Chambers, Galveston, Hardin, Jasper, Jefferson, Liberty, Newton, Orange and Tyler (Note: There are 13 Texas Counties designated for "individual assistance" that do not qualify for automatic relief.)
- Relief if identified as impacted by Hurricane Rita in remaining Louisiana Parishes and Texas Counties

Hurricane Wilma Disaster Area (Definition)

- Relief if identified as impacted by Hurricane Wilma in 20 Florida Counties, including Brevard, Broward, Charlotte, Collier, DeSoto, Glades, Hardee, Hendry, Highlands, Indian River, Lee, Martin, Miami-Dade, Monroe, Okeechobee, Osceola, Palm Beach, Polk, St. Lucie and Sarasota.
- Administrative Relief Provided to Hurricane Rita Victims on Same Basis as Hurricane Katrina Victims - Hurricane Wilma relief does not include deferral of payment of employment and excise taxes

A. 50% bonus depreciation provided for all businesses in GO Zone

1. Most new property investments made in the GO Zone, including machinery and equipment, purchased computer software, leasehold improvements
2. New property acquired after August 27, 2005 and before January 1, 2008 (before January 1, 2009 for real property)
3. Property not eligible - any private or commercial golf course, country club, massage parlor, hot tub facility, suntan facility, any store the principal business of which is the sale of alcoholic beverages for consumption off the premises, any property used directly in connection with gambling, animal racing, or the on-site viewing of such racing, and buildings or portions thereof dedicated to these activities of not less than 100 square feet

B. Business expensing deduction increased from \$108,000 to \$208,000 in 2006 (to \$205,000 in 2005)

1. Expensing Allowance Increased by the lesser of (1) \$100,000, or (2) the cost of qualified GO Zone property placed in service during the tax year (Note: Expensing Allowance for 2005 is \$105,000, otherwise.)
2. New property acquired after August 27, 2005 and before January 1, 2007
3. Property not eligible - any private or commercial golf course, country club, massage parlor, hot tub facility, suntan facility, any store the principal business of which is the sale of alcoholic beverages for consumption off the premises, any property used directly in connection with gambling, animal racing, or the on-site viewing of such racing, and buildings or portions thereof dedicated to these activities of not less than 100 square feet
4. Maximum purchases before phase-out in 2006 begins at \$1.03 million rather than \$430,000
5. Phase-out of Expensing Allowance Increased by the lesser of (1) \$600,000, or (2) the cost of qualified GO Zone property placed in service during the tax year

C. Partial Expensing for Demolition and Clean-Up Costs

1. Current Law - No deduction allowed to owner or lessor of building for loss on building demolition or any of demolition expenses. Costs must be capitalized and added to land basis.
2. Site Clean-up and demolition costs incurred after August 27, 2005 and before January 1, 2007
3. Expenses related to property located in the GO Zone held by the taxpayer for use in a traded or business or for the production of income, or inventory held for resale to customers in ordinary course of business

4. 50 percent of costs related to site clean-up and demolition are deductible

D. Expensing Election for Environmental Remediation Costs Extended Through 2007

Qualified Remediation Expense (Definition)

Expense paid or incurred after August 27, 2005 in connection with the abatement or control of hazardous substances at a Qualified Contaminated Site located in the GO Zone

1. Clean-up of petroleum products in GO Zone treated as Qualified Remediation Expense

E. Expensing of Reforestation Expenses by Timber Growers

1. Reforestation expenses incurred after August 27, 2005 and before January 1, 2008
2. Expensing of Reforestation Costs increased to the lesser of (1) \$10,000 (\$5,000 if married filing separately), or (2) reforestation expenses paid or incurred by taxpayer regarding qualified timber property during the specified portion of the tax year
3. Qualified Timber Property located in the GO Zone, the Rita Zone or the Wilma Zone
4. Not Eligible for the Expensing Election- publicly traded corporations, real estate investment trusts, taxpayers holding more than 500 acres of qualified timber property at any time during the tax year

F. NOL Carryback Allowed for 5 years rather than 3 for Hurricane relief related losses

NOL eligible for 5-year carryback

- Qualified GO Zone casualty losses
- Certain moving expenses
- Certain temporary housing expenses
- Depreciation Deductions for qualified GO Zone property for year placed in service
- Deductions for certain repair expenses resulting from Hurricane Katrina
- Losses paid or incurred after August 27, 2005 and before January 1, 2008
- Irrevocable election may be made to forego NOL carryback
- 5-Year Carryback of NOL also available for small timber growers (less than 500 acres in the Katrina, Rita, or Wilma Zones)
- 10-Year Carryback of NOL available to Public Utilities for casualty losses caused by Hurricane Katrina
- Property not eligible - any private or commercial golf course, country club, massage parlor, hot tub facility, suntan facility, any store the principal business of which is the sale of alcoholic beverages for consumption off the premises, any property used directly in connection with gambling, animal racing, or the on-site viewing of such racing, and buildings or portions thereof dedicated to these activities of not less than 100 square feet

G. Provides Same Relief to Hurricane Rita and Wilma Victims as in KETRA

1. Employee Retention Credit
2. Early Withdrawals from Qualified Retirement Plans and IRAs
3. Loans from Qualified Retirement Plans
4. Individual Charitable Giving Limitations Relaxed
5. Corporate Charitable Giving for Hurricane Relief

6. Individual Casualty Loss Rules Relaxed

H. Provides Some Additional Relief regarding Hurricane Katrina

1. Employer Credit for Housing Hurricane Katrina Employees / Income Exclusion for Employees
2. Hope and Lifetime Learning Credits are Doubled and Base Expanded for GO Zone Schools

III. Other Existing Applicable Disaster Relief Provisions

A. Carryback Election for Casualty Losses in Presidentially-Declared Disaster Area

(Note: Code Section 165(i) allows individual to claim casualty loss on either 2005 return or on amended 2004 return.)

B. Gross Income Exclusion for Qualified Disaster Relief Payment Amount Received by an Individual

Qualified Disaster Relief Payment (Definition)

- Any amount (to the extent not compensated by insurance or otherwise) paid to or for the benefit of an individual:
 - to reimburse or pay reasonable and necessary personal, family, living, or funeral expenses incurred as a result of a qualified disaster;
 - to reimburse or pay reasonable and necessary expense incurred to repair or rehabilitate a personal residence (including a rented residence) or repair or replace its contents to the extent caused by a qualified disaster;
 - by a person who provides or sells transportation as a common carrier because of the death or personal physical injuries arising from a qualified disaster;
 - if the amount is paid by a federal, state, or local government, or an agency or instrumentality of those governments, in connection with a qualified disaster in order to promote the general welfare
- C. Grant Payments Made under FEMA's Flood Mitigation Assistance Program Used to Elevate Personal and Business Structures Located in Flood Prone Areas Are Includible in Gross Income

IV. Louisiana Department of Revenue (LDR)

A. Legislative Relief

1. 2005 Sales Tax Holiday - December 16 through 18, 2005

- a) Exemption from state sales tax for first \$2,500 of sales or cost price of eligible consumer or business purchases
- b) Otherwise taxable tangible personal property
- c) Excluded from exemption are vehicles subject to license and title requirements and meals provided for consumption on the premises where purchased or "to go"
- d) For business to qualify for exemption
 - (1) Buy tangible personal property to replace property damaged, destroyed, or lost as a result of Hurricanes Katrina or Rita in "core disaster area"
 - (2) Apply for and receive a Sales Tax Holiday Exemption Certificate from LDR

2. State Sales Tax Rate on Electricity and Natural Gas Bought by Businesses is reduced to 3.3 percent from 3.8 percent for January 1, 2006 through June 30, 2009.
 3. Total Exemption from State Sales Tax from Effective Date through June 30, 2007, for purchase, lease, or rental of manufacturing machinery, equipment, parts, or services to repair, service or replace manufacturing machinery or equipment damaged or destroyed by Hurricanes Katrina or Rita
 4. For 2005 and Later Tax Years, Federal Income Tax Deduction Allowed to Louisiana State Income Taxpayers will not be reduced by Federal Disaster Relief Credits and Disaster-Related Casualty Loss Deductions Resulting from Hurricanes Katrina and Rita
 5. Corporations with either 50 percent of property located in or 50 percent or more of their revenues from the "core disaster area" are eligible to compute borrowed capital portion of franchise tax base as "extraordinary debt" at pre-disaster levels
- B. Currently Extended Deadlines to file and pay certain taxes to February 28, 2006 (same as IRS)
- Individual and Corporate Estimates
 - Withholding
 - Partnership and Individual Income
 - Corporate Income and Franchise Tax
- 30-day Extension for Sales Tax Returns and Payments due September 20, 2005
- 60-day Extension for taxes otherwise due August 30 thru September 30
- Emergency Rule Providing Hurricane Katrina Victims Relief from State Sales Taxes on Lodging Charges (Ended Effective November 1, 2005)
- LDR will grant "similar disaster related federal tax relief for which there is no specific Louisiana modification"
- Refunds for State Sales Taxes paid on "uninsured personally owned movable property destroyed by Hurricane Katrina" (Note: Refund is of taxes paid on destroyed property, not replacement.)
- Exempt From State Sales Tax
- Purchases with Red Cross or FEMA vouchers or debit cards — Yes
 - Purchases with Red Cross or FEMA checks or funds deposited - No
 - Purchases by nonprofit agencies for hurricane victims - No

V. Tax Relief Offered by Other States

- A. Alabama
1. Will Follow Federal Extension Date for Hurricanes Katrina and Rita
 - a) Individual Income Tax
 - b) Corporate Income Tax
 - c) Income Tax Withholding
 - d) Business Privilege Tax
 - e) No Provision in State Law for Waiver of Interest
 - f) Relief Measures for other Taxes Administered by ADOR on case-by-case basis
 2. Follows Federal Treatment of Leave-Donation Programs
- B. Florida

1. Deadline for filing intangibles tax return extended to January 18, 2006
 2. Follows special tax relief granted by IRS with extension for corporations to March 15, 2006
- C. Mississippi
1. Exclusions from Gross Income - Qualified Disaster Relief Payments and "Qualified Hurricane Katrina Distribution"
 2. Withholding Tax Returns and Payments due for August and September 2005 due by October 25, 2005 and Timely Thereafter
 3. Adopts federal provisions for casualty loss calculations for Hurricane Katrina
 4. Property Tax Assessment Relief Provided for Individuals and Businesses Damaged by Hurricane Katrina
 5. New Tax Credits and Exemptions for Businesses Enacted
 6. 30 Day Extension for certain sales and use tax returns
 7. Interest and Late Filing or payment penalties will be abated
- D. Texas
1. Extensions of Filing and Payment granted, if necessary, up to 90 days, on a case-by-case basis
 2. State Hotel/Motel Tax Waived for Displaced Persons
- E. Other States and Municipalities Offering Relief
1. AK—Adopts Penalty and Interest Relief Provisions of IRS for Hurricanes Katrina and Rita
 2. AZ—Filing and Payment Extensions and Penalty Relief for Hurricane Katrina
 3. AR—Filing and Payment Extensions and Penalty Relief for Hurricane Katrina
 4. CA—Extended Filing and Payment Due Dates and Penalty Relief for Hurricanes Katrina and Rita
 5. CO—Adopts Penalty and Interest Relief Provisions of IRS
 6. CT —Filing and Payment Extensions to February 28, 2006 for Hurricanes Katrina and Rita
 7. DE—Limited Filing Payment Extensions
 8. GA—Filing and Payment Extensions to February 28, 2006 - Follow Federal Guidelines on Leave-Based Donation Programs
 9. ID—Limited Filing and Payment Extensions
 10. IL—Filing Extension to February 28, 2006
 11. IN—Relief for use of dyed diesel fuel for highway use
 12. IO—Extended Filing and Payment Due Dates and Penalty Relief for Hurricanes Katrina and Rita
 13. KY—Filing and Payment Extensions Limited
 14. ME—Provides Guidance on Leave-Based Donation Programs and Adopts Penalty and Interest Relief
 15. MD—Filing and Payment Extensions to February 28, 2006 for Hurricanes Katrina and Rita
 16. MA—Adopts Penalty and Interest Relief Provisions of IRS

17. MI—Filing and Payment Extensions granted on case-by-case basis
18. MN—Adopts Penalty and Interest Relief Provisions of IRS
19. MO—Initially granted 60-day filing extension
20. NE—Adopts federal relief rules for Hurricanes Katrina and Rita
21. NJ—Filing and Payment Extensions to February 28, 2006
22. NM—Filing and Payment Extensions
23. NY—Waiver of Penalties for Late Filing and Late Payment
24. NC—Adopts Penalty and Interest Relief Provisions of IRS for Hurricanes Katrina, Ophelia and Rita
25. ND—Filing and Payment Extensions to February 28, 2006 for Hurricanes Katrina and Rita
26. OH—45-day Extension to File and Pay Ohio Taxes
27. OR—Adopts Penalty and Interest Relief Provisions of IRS
28. PA—Adopts Penalty and Interest Relief Provisions of IRS
29. SC—Filing and Payment Extensions to February 28, 2006 for Hurricanes Katrina and Rita
30. VA—Filing and Payment Extensions to February 28, 2006 for Hurricanes Katrina and Rita
31. WA—Extensions Granted by Calling Department of Revenue
32. WI—Adopts Federal Filing and Payment Extensions
33. VT—Adopts Federal Filing and Payment Extensions NY City Filing and Estimated Tax Extensions to City February 28, 2006