

(Added Pub. L. 105-34, title IX, §941(a), Aug. 5, 1997, 111 Stat. 882; amended Pub. L. 106-170, title V, §§511, 532(c)(2)(A), Dec. 17, 1999, 113 Stat. 1924, 1930; Pub. L. 106-554, §1(a)(7) [title I, §162(a), (b)], Dec. 21, 2000, 114 Stat. 2763, 2763A-625; Pub. L. 108-311, title III, §308(a), Oct. 4, 2004, 118 Stat. 1179; Pub. L. 109-432, div. A, title I, §109(a), (b), Dec. 20, 2006, 120 Stat. 2939; Pub. L. 110-343, div. C, title III, §318(a), Oct. 3, 2008, 122 Stat. 3873; Pub. L. 111-312, title VII, §745(a), Dec. 17, 2010, 124 Stat. 3319.)

## REFERENCES IN TEXT

The date of the enactment of this section, referred to in subsec. (c)(2), (4), is the date of enactment of Pub. L. 105-34, which was approved Aug. 5, 1997.

Sections 101(14), 102, 104, and 105(a)(8)(B) of the Comprehensive Environmental Response, Compensation, and Liability Act of 1980, referred to in subsecs. (c)(2) and (d), are classified to sections 9601(14), 9602, 9604, and 9605(a)(8)(B), respectively, of Title 42, The Public Health and Welfare.

## AMENDMENTS

2010—Subsec. (h). Pub. L. 111-312 substituted “December 31, 2011” for “December 31, 2009”.

2008—Subsec. (h). Pub. L. 110-343 substituted “December 31, 2009” for “December 31, 2007”.

2006—Subsec. (d)(1)(C). Pub. L. 109-432, §109(b), added subpar. (C).

Subsec. (h). Pub. L. 109-432, §109(a), substituted “2007” for “2005”.

2004—Subsec. (h). Pub. L. 108-311 substituted “2005” for “2003”.

2000—Subsec. (c). Pub. L. 106-554, §1(a)(7) [title I, §162(a)], amended subsec. (c) generally. Prior to amendment, subsec. (c) defined the term “qualified contaminated site” to include certain property described in section 1221(a)(1) of this title, within a targeted area, and at which there had been a release or disposal of any hazardous substance, provided that an area could be treated as a qualified contaminated site only if the taxpayer received a certain statement from an appropriate State agency, provided for designation of appropriate State agencies, and defined targeted area.

Subsec. (h). Pub. L. 106-554, §1(a)(7) [title I, §162(b)], substituted “2003” for “2001”.

1999—Subsec. (c)(1)(A)(i). Pub. L. 106-170, §532(c)(2)(A), substituted “section 1221(a)(1)” for “section 1221(1)”.

Subsec. (h). Pub. L. 106-170, §511, substituted “2001” for “2000”.

## EFFECTIVE DATE OF 2010 AMENDMENT

Pub. L. 111-312, title VII, §745(b), Dec. 17, 2010, 124 Stat. 3319, provided that: “The amendment made by this section [amending this section] shall apply to expenditures paid or incurred after December 31, 2009.”

## EFFECTIVE DATE OF 2008 AMENDMENT

Pub. L. 110-343, div. C, title III, §318(b), Oct. 3, 2008, 122 Stat. 3873, provided that: “The amendment made by this section [amending this section] shall apply to expenditures paid or incurred after December 31, 2007.”

## EFFECTIVE DATE OF 2006 AMENDMENT

Pub. L. 109-432, div. A, title I, §109(c), Dec. 20, 2006, 120 Stat. 2939, provided that: “The amendments made by this section [amending this section] shall apply to expenditures paid or incurred after December 31, 2005.”

## EFFECTIVE DATE OF 2004 AMENDMENT

Pub. L. 108-311, title III, §308(b), Oct. 4, 2004, 118 Stat. 1179, provided that: “The amendment made by subsection (a) [amending this section] shall apply to expenditures paid or incurred after December 31, 2003.”

## EFFECTIVE DATE OF 2000 AMENDMENT

Pub. L. 106-554, §1(a)(7) [title I, §162(c)], Dec. 21, 2000, 114 Stat. 2763, 2763A-625, provided that: “The amend-

ments made by this section [amending this section] shall apply to expenditures paid or incurred after the date of the enactment of this Act [Dec. 21, 2000].”

## EFFECTIVE DATE OF 1999 AMENDMENT

Amendment by section 532(c)(2)(A) of Pub. L. 106-170 applicable to any instrument held, acquired, or entered into, any transaction entered into, and supplies held or acquired on or after Dec. 17, 1999, see section 532(d) of Pub. L. 106-170, set out as a note under section 170 of this title.

## EFFECTIVE DATE

Pub. L. 105-34, title IX, §941(c), Aug. 5, 1997, 111 Stat. 885, provided that: “The amendments made by this section [enacting this section] shall apply to expenditures paid or incurred after the date of the enactment of this Act [Aug. 5, 1997], in taxable years ending after such date.”

## [§ 198A. Repealed. Pub. L. 113-295, div. A, title II, § 221(a)(35), Dec. 19, 2014, 128 Stat. 4042]

Section, added Pub. L. 110-343, div. C, title VII, §707(a), Oct. 3, 2008, 122 Stat. 3923, related to expensing of qualified disaster expenses. Repeal was executed to this section, which is in part VI of subchapter B of chapter 1, to reflect the probable intent of Congress, notwithstanding directory language of Pub. L. 113-295, which repealed section 198A in part VI of subchapter A of chapter 1.

## EFFECTIVE DATE OF REPEAL

Repeal effective Dec. 19, 2014, subject to a savings provision, see section 221(b) of Pub. L. 113-295, set out as an Effective Date of 2014 Amendment note under section 1 of this title.

## [§ 199. Repealed. Pub. L. 115-97, title I, § 13305(a), Dec. 22, 2017, 131 Stat. 2126]

Section, added Pub. L. 108-357, title I, §102(a), Oct. 22, 2004, 118 Stat. 1424; amended Pub. L. 109-135, title IV, §403(a)(1)-(13), Dec. 21, 2005, 119 Stat. 2615-2619; Pub. L. 109-222, title V, §514(a), (b), May 17, 2006, 120 Stat. 366; Pub. L. 109-432, div. A, title IV, §401(a), Dec. 20, 2006, 120 Stat. 2953; Pub. L. 110-343, div. B, title IV, §401(a), (b), div. C, title III, §312(a), title V, §502(c), Oct. 3, 2008, 122 Stat. 3851, 3869, 3876; Pub. L. 111-312, title VII, §746(a), Dec. 17, 2010, 124 Stat. 3319; Pub. L. 112-240, title III, §318(a), Jan. 2, 2013, 126 Stat. 2331; Pub. L. 113-295, div. A, title I, §130(a), title II, §§219(b), 221(a)(37), Dec. 19, 2014, 128 Stat. 4018, 4035, 4043; Pub. L. 114-113, div. P, title III, §305(a), div. Q, title I, §170(a), Dec. 18, 2015, 129 Stat. 3040, 3069, related to deduction of income attributable to domestic production activities.

## EFFECTIVE DATE OF REPEAL

Repeal applicable to taxable years beginning after Dec. 31, 2017, see section 13305(c) of Pub. L. 115-97, set out as an Effective Date of 2017 Amendment note under section 74 of this title.

## § 199A. Qualified business income

## (a) In general

In the case of a taxpayer other than a corporation, there shall be allowed as a deduction for any taxable year an amount equal to the sum of—

(1) the lesser of—

(A) the combined qualified business income amount of the taxpayer, or

(B) an amount equal to 20 percent of the excess (if any) of—

(i) the taxable income of the taxpayer for the taxable year, over

(ii) the sum of any net capital gain (as defined in section 1(h)), plus the aggregate