



Natural Disaster Tax Relief Notice

Notice #21-07

May 2021

Tax Filing Extensions: March 2021 Severe Storms, Straight-line Winds, Tornadoes & Flooding

Federally Declared Disaster Areas

Under Tennessee law, the Commissioner is authorized to extend the deadline for filing a return whenever the IRS extends, for a group of taxpayers, a federal filing date. Under this authority, the state extension cannot exceed the federal extension.

Franchise and Excise Tax | Hall Income Tax

Consistent with the IRS's decision related to the March storms to extend federal deadlines for those businesses located in a designated disaster area, the Department of Revenue has extended the franchise and excise tax and Hall income tax filing and payment deadlines to August 2, 2021. This extension applies to all taxpayers located in any disaster area designated by the Federal Emergency Management Agency ("FEMA"). Currently this includes Campbell, Cannon, Cheatham, Claiborne, Clay, Davidson, Decatur, Fentress, Grainger, Hardeman, Henderson, Hickman, Jackson, Madison, Maury, McNairy, Moore, Overton, Scott, Smith, Wayne, Williamson, and Wilson counties, but taxpayers located in areas later designated as disaster areas will automatically receive the same filing and payment extension.

This tax relief postpones the franchise and excise tax and Hall income tax filing and payment deadlines that occur starting March 25, 2021. Affected businesses and individuals will have until August 2, 2021, to file returns and make any payments (including quarterly estimated payments) originally due during this period.

The Department will automatically apply these extensions to franchise and excise tax and Hall income tax accounts of taxpayers with a primary

address on record with the Department in the designated disaster area. Penalties and interest will not be applied to returns filed and payments made on or before this extended due date. These extensions will not alter due dates or extend due dates that otherwise fall after August 2, 2021.

If an affected taxpayer receives a late filing or late payment penalty notice from the Department, the taxpayer should contact the Department.

Tax Practitioners

Extensions may be granted if taxpayers' returns are prepared by a practitioner located in the designated disaster area who is unable to file returns or make payments for clients due to the severe storms, straight-line winds, tornadoes, and flooding. Affected tax professionals should contact the Department.

For More Information

For more information, visit www.tn.gov/revenue or contact us at (615) 253-0600.

References

Tenn. Code Ann. § 67-1-114

Disclaimer: The information provided here is current as of the date of publication but may change as a result of new statutes, regulations, or court decisions. While this notice is intended to be comprehensive, events and situations unanticipated by this notice may occur. In such cases you should contact the department or your tax professional for further guidance.