

Income/Franchise:

Illinois: Adopted Rule Changes Reflect Legislation Limiting NOL Deduction to \$500K

Amended 86 Ill. Adm. Code 100.2330, Ill. Dept. of Rev. (1/31/25). The Illinois Department of Revenue adopted administrative rule changes reflecting legislation enacted in 2024 [see H.B. 4951, signed by gov. 6/7/24, and previously issued Multistate Tax Alert for more details on this 2024 legislation] that limits Illinois net loss deductions for corporations filing Illinois Form IL-1120 to \$500,000 for tax years ending on or after December 31, 2024, and before December 31, 2027. Please contact us with any questions.

URL: https://www.ilsos.gov/departments/index/register/volume49/register_volume49_5.pdf

URL: <https://www.ilga.gov/legislation/BillStatus.asp?DocNum=4951&GAID=17&DocTypeID=HB&LegId=152864&SessionID=112&GA=103>

URL: <https://www2.deloitte.com/content/dam/Deloitte/us/Documents/Tax/us-tax-multistate-tax-alert-illinois-fiscal-year-2025-state-budget-tax-highlights.pdf>

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