

Sec. 214. Temporary special rules for health and dependent care flexible spending arrangements.

TITLE III—DISASTER TAX RELIEF

Sec. 301. Definitions.

Sec. 302. Special disaster-related rules for use of retirement funds.

Sec. 303. Employee retention credit for employers affected by qualified disasters.

Sec. 304. Other disaster-related tax relief provisions.

Sec. 305. Low-income housing tax credit.

Sec. 306. Treatment of certain possessions.

1 **TITLE I—EXTENSION OF**
2 **CERTAIN EXPIRING PROVISIONS**
3 **Subtitle A—Certain Provisions**
4 **Made Permanent**

5 **SEC. 101. REDUCTION IN MEDICAL EXPENSE DEDUCTION**
6 **FLOOR.**

7 (a) **IN GENERAL.**—Section 213 is amended—

8 (1) by striking “10 percent” in subsection (a)
9 and inserting “7.5 percent”, and

10 (2) by striking subsection (f).

11 (b) **EFFECTIVE DATE.**—The amendments made by
12 this section shall apply to taxable years beginning after
13 December 31, 2020.

14 **SEC. 102. ENERGY EFFICIENT COMMERCIAL BUILDINGS DE-**
15 **DUCTION.**

16 (a) **DEDUCTION MADE PERMANENT.**—Section 179D
17 is amended by striking subsection (h).

18 (b) **INFLATION ADJUSTMENT.**—Section 179D, as
19 amended by subsection (a), is amended by redesignating

1 subsection (g) as subsection (h) and by inserting after
2 subsection (f) the following new subsection:

3 “(g) INFLATION ADJUSTMENT.—In the case of a tax-
4 able year beginning after 2020, each dollar amount in sub-
5 section (b) or subsection (d)(1)(A) shall be increased by
6 an amount equal to—

7 “(1) such dollar amount, multiplied by

8 “(2) the cost-of-living adjustment determined
9 under section 1(f)(3) for the calendar year in which
10 the taxable year begins, determined by substituting
11 ‘calendar year 2019’ for ‘calendar year 2016’ in sub-
12 paragraph (A)(ii) thereof.

13 Any increase determined under the preceding sentence
14 which is not a multiple of 1 cent shall be rounded to the
15 nearest cent.”.

16 (c) UPDATE OF STANDARDS.—

17 (1) ASHRAE STANDARDS.—Section 179D(c) is
18 amended—

19 (A) in paragraphs (1)(B)(ii) and (1)(D),
20 by striking “Standard 90.1–2007” and insert-
21 ing “Reference Standard 90.1”, and

22 (B) by amending paragraph (2) to read as
23 follows:

24 “(2) REFERENCE STANDARD 90.1.—The term
25 ‘Reference Standard 90.1’ means, with respect to

1 any property, the most recent Standard 90.1 pub-
2 lished by the American Society of Heating, Refrig-
3 erating, and Air Conditioning Engineers and the Il-
4 luminating Engineering Society of North America
5 which has been affirmed by the Secretary, after con-
6 sultation with the Secretary of Energy, for purposes
7 of this section not later than the date that is 2 years
8 before the date that construction of such property
9 begins.”.

10 (2) CALIFORNIA NONRESIDENTIAL ALTER-
11 NATIVE CALCULATION METHOD APPROVAL MAN-
12 UAL.—Section 179D(d)(2) is amended by striking “,
13 based on the provisions of the 2005 California Non-
14 residential Alternative Calculation Method Approval
15 Manual” and inserting “with respect to any prop-
16 erty, based on the provisions of the most recent Cali-
17 fornia Nonresidential Alternative Calculation Method
18 Approval Manual which has been affirmed by the
19 Secretary, after consultation with the Secretary of
20 Energy, for purposes of this section not later than
21 the date that is 2 years before the date that con-
22 struction of such property begins”.

23 (d) EFFECTIVE DATE.—The amendments made by
24 this section shall apply to property placed in service after
25 December 31, 2020.