



TaxNewsFlash

United States



No. 2020-029
January 17, 2020

Inflation adjustment factors, Indian coal production credits for 2018 and 2019

The U.S. Treasury Department and IRS today released for publication in the Federal Register a notice that provides the inflation adjustment factors for the Indian coal production credit for calendar years 2018 and 2019 under section 45(e)(10)(B).

A provision of the government appropriations legislation (Pub. L. No. 116-94, enacted December 20, 2019) extended the credit period for the Indian coal production credit.

Inflation adjustment factors, Indian coal production credits

The [notice](#) [PDF 271 KB] provides the following inflation adjustment factor for the Indian coal production credit under section 45.

- The inflation adjustment factor for calendar year 2018 for Indian coal is 1.2330.
- The inflation adjustment factor for calendar year 2019 for Indian coal is 1.2627.
- The credit for Indian coal production under section 45(e)(10)(B) is \$2.466 per ton on the sale of Indian coal for 2018.
- The credit for Indian coal production under section 45(e)(10)(B) is \$2.525 per ton on the sale of Indian coal for 2019.

The IRS subsequently released this information in Notice 2020-9. Read that notice in [Internal Revenue Bulletin 2020-7](#) [PDF 1.04 MB].

The information contained in TaxNewsFlash is not intended to be "written advice concerning one or more Federal tax matters" subject to the requirements of section 10.37(a)(2) of Treasury Department Circular 230, as the content of this document is issued for general informational purposes only, is intended to enhance the reader's knowledge on the matters addressed therein, and is not intended to be applied to any specific reader's particular set of facts. Although we endeavor to provide accurate and timely information, there can be no guarantee that such information is accurate as of the date it is received or that it

will continue to be accurate in the future. Applicability of the information to specific situations should be determined through consultation with your tax adviser.

KPMG International is a Swiss cooperative that serves as a coordinating entity for a network of independent member firms. KPMG International provides no audit or other client services. Such services are provided solely by member firms in their respective geographic areas. KPMG International and its member firms are legally distinct and separate entities. They are not and nothing contained herein shall be construed to place these entities in the relationship of parents, subsidiaries, agents, partners, or joint venturers. No member firm has any authority (actual, apparent, implied or otherwise) to obligate or bind KPMG International or any member firm in any manner whatsoever.

Direct comments, including requests for subscriptions, to [Washington National Tax](#). For more information, contact KPMG's Federal Tax Legislative and Regulatory Services Group at + 1 202.533.4366, 1801 K Street NW, Washington, DC 20006-1301.

To unsubscribe from TaxNewsFlash-United States, reply to [Washington National Tax](#).

[Privacy](#) | [Legal](#)