



CHIEF COUNSEL

DEPARTMENT OF THE TREASURY
INTERNAL REVENUE SERVICE
WASHINGTON, D.C. 20224

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The Honorable Nanette Diaz Barragán
Member, U.S. House of Representatives
302 West 5th Street, Suite 201
San Pedro, CA 90731

Dear Representative Barragán:

I apologize for the delay in responding to your letter on behalf of your constituents, . They asked whether they must pay federal income tax on per diem and inconvenience payments they received from related to the remediation of toxic contamination of their home in the in .

We're reviewing the facts and circumstances of the per diem and inconvenience payments made to residents of the to determine their appropriate tax treatment. Once we have a resolution, we will share this information with the residents of the .

Thank you for your interest in this issue. If you have additional questions, please contact me or at .

Sincerely,

Michael J. Montemurro
Branch Chief
Office of Associate Chief Counsel