

THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL  
No. 1538 Session of  
1975

INTRODUCED BY MESSRS. BEREN AND O'DONNELL, JUNE 25, 1975

SENATOR ORLANDO, FINANCE, IN SENATE, AS AMENDED, JUNE 14, 1976

AN ACT

1 Amending the act of November 29, 1967 (P.L.636, No.292),  
2 entitled "An act granting a tax credit to certain business  
3 firms who contribute to neighborhood organizations or who  
4 engage in activities which tend to upgrade impoverished  
5 areas," providing for a tax credit of up to seventy per cent  
6 to business firms which contribute to activities of the type  
7 certified in regulation by the Secretary of the Department of  
8 Community Affairs as special program priorities, AND FURTHER  
9 PROVIDING FOR THE MAXIMUM AMOUNT OF TAX CREDITS WHICH MAY BE  
10 ALLOWED IN ANY ONE FISCAL YEAR. <—

11 The General Assembly of the Commonwealth of Pennsylvania  
12 hereby enacts as follows:

13 Section 1. Section 5, act of November 29, 1967 (P.L.636,  
14 No.292), known as the "Neighborhood Assistance Act," amended May  
15 17, 1972 (P.L.296, No.75), is amended to read:

16 Section 5. The Department of Revenue shall grant a tax  
17 credit against any tax due under Article IV of the act of March  
18 4, 1971 (P.L.6, No.2), known as the "Tax Reform Code of 1971,"  
19 or against any tax due from a bank, bank and trust company,  
20 trust company, insurance company, other than a foreign fire or  
21 casualty insurance company, national bank, savings association,  
22 mutual savings bank or building and loan association, under

1 Article VII, Article VIII or Article IX of the act of March 4,  
2 1971 (P.L.6, No.2), or the act of June 22, 1964 (P.L.16, No.2),  
3 known as "The Mutual Thrift Institutions Tax Act" or any tax  
4 substituted in lieu thereof in an amount which shall not exceed  
5 fifty per cent of the total amount invested during the taxable  
6 year by the business firm in programs approved pursuant to  
7 section 4 of this act [but such] : Provided, That a tax credit  
8 of up to seventy per cent may be allowed for investment in  
9 programs where activities fall within the scope of special  
10 program priorities as defined WITH THE APPROVAL OF THE GOVERNOR <—  
11 in regulations promulgated by the Secretary of the Department of  
12 Community Affairs. Regulations establishing special program  
13 priorities are to be promulgated during the first month of each  
14 fiscal year and at such times during the year as the public  
15 interest dictates. Such credit shall not exceed [one hundred  
16 seventy-five thousand dollars (\$175,000)] two hundred fifty  
17 thousand dollars (\$250,000) annually provided that no tax credit  
18 shall be granted to any bank, bank and trust company, insurance  
19 company, trust company, national bank, savings association,  
20 mutual savings bank or building and loan association for  
21 activities that are a part of its normal course of business:  
22 Provided, That any tax credit not used in the period the  
23 investment was made may be carried over for the next five  
24 succeeding calendar or fiscal years until the full credit has  
25 been allowed: AND, PROVIDED FURTHER, THAT THE TOTAL AMOUNT OF <—  
26 ALL TAX CREDITS ALLOWED PURSUANT TO THIS ACT SHALL NOT EXCEED  
27 EIGHT MILLION SEVEN HUNDRED FIFTY THOUSAND DOLLARS (\$8,750,000)  
28 IN ANY ONE FISCAL YEAR.

29 Section 2. This act shall take effect in 60 days.