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THE GENERAL ASSEMBLY OF PENNSYLVANIA

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**HOUSE BILL**  
**No. 2744** Session of  
1988

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INTRODUCED BY PRESSMANN, WAMBACH, KUKOVICH, RYBAK, TRELLO,  
DOMBROWSKI, FOX, BOWSER, FISCHER, DORR, ANGSTADT, MAIALE,  
VAN HORNE, J. L. WRIGHT, BELFANTI, RAYMOND, JOSEPHS, MELIO,  
E. Z. TAYLOR, HAGARTY, McVERRY, GEIST, CARN, VEON, CIVERA,  
MAINE, McHALE, FREEMAN AND YANDRISEVITS, OCTOBER 13, 1988

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REFERRED TO COMMITTEE ON FINANCE, OCTOBER 13, 1988

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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," further providing for the maximum amount of tax  
6 credit.

7 The General Assembly of the Commonwealth of Pennsylvania  
8 hereby enacts as follows:

9 Section 1. Section 5 of the act of November 29, 1967  
10 (P.L.636, No.292), known as the Neighborhood Assistance Act,  
11 amended July 9, 1986 (P.L.1219, No.109), is amended to read:

12 Section 5. The Department of Revenue shall grant a tax  
13 credit against any tax due under Article IV, VI, VII, VIII, IX,  
14 X, XIII, XIV, XIV-A, XV or XVI of the act of March 4, 1971  
15 (P.L.6, No.2), known as the "Tax Reform Code of 1971," or any  
16 tax substituted in lieu thereof in an amount which shall not  
17 exceed fifty per cent of the total amount invested during the  
18 taxable year by the business firm or twenty per cent of

1 qualified investments by a private company in programs approved  
2 pursuant to section 4 of this act: Provided, That a tax credit  
3 of up to seventy per cent of the total amount invested during  
4 the taxable year by a business firm or up to thirty per cent of  
5 the amount of qualified investments by a private company may be  
6 allowed for investment in programs where activities fall within  
7 the scope of special program priorities as defined with the  
8 approval of the Governor in regulations promulgated by the  
9 Secretary of the Department of Community Affairs. Regulations  
10 establishing special program priorities are to be promulgated  
11 during the first month of each fiscal year and at such times  
12 during the year as the public interest dictates. Such credit  
13 shall not exceed [two hundred fifty thousand dollars (\$250,000)]  
14 five hundred thousand dollars (\$500,000) annually provided that  
15 no tax credit shall be granted to any bank, bank and trust  
16 company, insurance company, trust company, national bank,  
17 savings association, mutual savings bank or building and loan  
18 association for activities that are a part of its normal course  
19 of business: Provided, That any tax credit not used in the  
20 period the investment was made may be carried over for the next  
21 five succeeding calendar or fiscal years until the full credit  
22 has been allowed: And, provided further, That the total amount  
23 of all tax credits allowed pursuant to this act shall not exceed  
24 twelve million seven hundred fifty thousand dollars  
25 (\$12,750,000) in any one fiscal year.

26 Section 2. This act shall take effect immediately.