

THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL

No. 73

Session of  
2001

INTRODUCED BY HOLL, JANUARY 23, 2001

REFERRED TO FINANCE, JANUARY 23, 2001

AN ACT

1 Amending the act of March 4, 1971 (P.L.6, No.2), entitled "An  
2 act relating to tax reform and State taxation by codifying  
3 and enumerating certain subjects of taxation and imposing  
4 taxes thereon; providing procedures for the payment,  
5 collection, administration and enforcement thereof; providing  
6 for tax credits in certain cases; conferring powers and  
7 imposing duties upon the Department of Revenue, certain  
8 employers, fiduciaries, individuals, persons, corporations  
9 and other entities; prescribing crimes, offenses and  
10 penalties," providing for a tax credit.

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

13 Section 1. The act of March 4, 1971 (P.L.6, No.2), known as  
14 the Tax Reform Code of 1971, is amended by adding a section to  
15 read:

16 Section 402.2. Credit.--(a) Any business firm which hires a  
17 person who has been out of work for fifteen weeks or more shall  
18 receive a tax credit as provided in subsection (b).

19 (b) The department shall grant a tax credit against any tax  
20 due under section 402 in an amount equal to the amount of  
21 Federal income tax withheld for that employe during the first

1 year of his employment.

2 (c) It shall be unlawful for any business firm to fire  
3 existing employes in order to hire someone to gain a tax credit  
4 under this section.

5 (d) The total amount of tax credits granted under this  
6 section shall not exceed ten million dollars (\$10,000,000) in  
7 any fiscal year.

8 (e) The Secretary of Labor and Industry and the Secretary of  
9 Revenue may promulgate rules and regulations to implement this  
10 section.

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