

THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 2035 Session of
2018

INTRODUCED BY COMITTA, FRANKEL, SCHLOSSBERG, DEAN, PASHINSKI,
SOLOMON, HILL-EVANS, KINSEY, CHARLTON, KIRKLAND, BARRAR,
SCHWEYER, LONGIETTI, D. MILLER, MADDEN, DERMODY, C. QUINN,
SNYDER, McCARTER, KRUEGER-BRANEKY, BERNSTINE, D. COSTA AND
BRADFORD, JANUARY 25, 2018

REFERRED TO COMMITTEE ON FINANCE, JANUARY 25, 2018

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," in personal income tax, providing for a deduction
11 for child care costs.

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

14 Section 1. Section 303 of the act of March 4, 1971 (P.L.6,
15 No.2), known as the Tax Reform Code of 1971, is amended by
16 adding a subsection to read:

17 Section 303. Classes of Income.--* * *

18 (a.10) The following apply:

19 (1) An amount paid for child care shall be deductible from
20 taxable income on the annual personal income tax return. The
21 amount paid for child care allowable as a deduction under this

1 subsection shall be subject to an annual limitation not to
2 exceed ten thousand dollars (\$10,000). The deduction shall not
3 result in taxable income being less than zero.

4 (2) For purposes of this subsection, the term "child care"
5 shall mean care in lieu of parental care given for part of the
6 24-hour day to children under 16 years of age, away from their
7 own homes. The term does not include care furnished in places of
8 worship during religions services.

9 * * *

10 Section 2. The addition of section 303(a.10) of the act
11 shall apply to taxable years beginning after December 31, 2016.

12 Section 3. This act shall take effect immediately.