

THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 1499 Session of  
1991

INTRODUCED BY FOX, MELIO, NOYE, CLARK, LANGTRY, MICOZZIE,  
FAIRCHILD, ARMSTRONG, TRELLO, SEMMEL, LAWLESS, GEIST, BUNT,  
SCHULER, FARMER, HASAY, HARLEY, RAYMOND, FLICK, TELEK,  
COLAFELLA AND TOMLINSON, JUNE 3, 1991

REFERRED TO COMMITTEE ON FINANCE, JUNE 3, 1991

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 credit against personal income  
11 tax and corporate net income tax for donations of services,  
12 equipment or other items of value to local school districts.

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

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

18 Section 315.1. Donations to Local School Districts.-- (a)  
19 When a taxpayer donates services, equipment or other items of  
20 value to a local school district, the value of the services,  
21 equipment or other items of value donated, as determined under  
22 subsection (b), shall be allowed to the taxpayer as a credit

1 against the tax imposed on him by this article.

2 (b) The school district receiving the donation shall  
3 ascertain the value of the services, equipment or other items of  
4 value under regulations promulgated by the department and shall  
5 designate this value on a form prescribed by the department.

6 Section 2. Subclause 1 of clause (3) of section 401 of the  
7 act is amended by adding a paragraph to read:

8 Section 401. Definitions.--The following words, terms, and  
9 phrases, when used in this article, shall have the meaning  
10 ascribed to them in this section, except where the context  
11 clearly indicates a different meaning:

12 \* \* \*

13 (3) "Taxable income." 1. \* \* \*

14 (p) When a corporation donates services, equipment or other  
15 items of value to a local school district, the value of the  
16 services, equipment or other items of value donated, as  
17 determined under section 315.1(b), shall be allowed as a  
18 deduction from taxable income.

19 \* \* \*

20 Section 3. This act shall take effect in 60 days.