

THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL
No. 2816 Session of
1986

INTRODUCED BY LANGTRY, POTT AND McVERRY, OCTOBER 1, 1986

REFERRED TO COMMITTEE ON FINANCE, OCTOBER 1, 1986

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 for contributions to individual education accounts.

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

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

17 ARTICLE III

18 PERSONAL INCOME TAX

19 * * *

20 PART VI

21 CREDITS AGAINST TAX

22 * * *

1 Section 315. Individual Education Accounts.--A taxpayer
2 shall be allowed a credit against the tax due under this article
3 in the following amounts:

4 (1) The product of the rate of tax under section 302
5 multiplied by contributions to individual education accounts.

6 (2) The product of the rate of tax imposed by section 302
7 multiplied by the amount of interest credited to individual
8 education accounts.

9 * * *

10 Section 2. This act shall not apply if there is no enabling
11 legislation for individual education accounts.

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