

## No. 75

## AN ACT

## HB 1250

Amending the act of November 29, 1967 (P.L.636), entitled "An act granting a tax credit to certain business firms who contribute to neighborhood organizations or who engage in activities which tend to upgrade impoverished areas," further regulating tax credits for business firms investing in neighborhood organizations and in impoverished areas.

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

Section 1. Section 5, act of November 29, 1967 (P.L.636), known as the "Neighborhood Assistance Act," amended July 30, 1969 (P.L.203), is amended to read:

Section 5. The Department of Revenue shall grant a tax credit against any tax due under [the act of May 16, 1935 (P.L.208), as reenacted and amended, known as the "Corporate Net Income Tax Act"] *Article IV of the act of March 4, 1971 (Act No. 2), known as the "Tax Reform Code of 1971,"* or against any tax due from a bank, bank and trust company, trust company, insurance company, *other than a foreign fire or casualty insurance company*, national bank, savings association, mutual savings bank or building and loan association, under [the act of July 15, 1897 (P.L.292), entitled "An act to provide revenue by taxation," the act of June 13, 1907 (P.L.640),] *Article VII, Article VIII or Article IX of the act of March 4, 1971 (Act No. 2),* or the act of June 22, 1964 (P.L.16), known as "The Mutual Thrift Institutions Tax Act" or any tax substituted in lieu thereof [or against any tax due from an insurance company other than a foreign fire or casualty insurance company under the act of February 21, 1961 (P.L.33), entitled "An act imposing a State tax on gross premiums, premium deposits, and assessments received from business transacted within this Commonwealth by certain insurance companies, associations, and exchanges; requiring the filing of annual and tentative reports and the computation and payment of tax; providing for the rights, powers and duties of the Department of Revenue, the taxpayers and officers thereof; and providing penalties,"] in an amount which shall not exceed fifty per cent of the total amount invested during the taxable year by the business firm in programs approved pursuant to section 4 of this act but such credit shall not exceed one hundred seventy-five thousand dollars (\$175,000) annually provided that no tax credit shall be granted to any bank, bank and trust company, insurance company, trust company, national bank, savings association, mutual savings bank or building and loan association for activities that are a part of its normal course of business: Provided, That any tax credit not used in the period the investment was made may be carried over for the next five succeeding calendar or fiscal years until the full credit has been allowed.

Section 2. The provisions of this act shall be retroactively effective to

January 1971 and shall apply to tax reports filed for the calendar year 1971 and calendar years thereafter and for fiscal years commencing during 1971 and fiscal years thereafter.

APPROVED—The 17th day of May, A. D. 1972.

MILTON J. SHAPP

The foregoing is a true and correct copy of Act of the General Assembly No. 75.

A handwritten signature in black ink, reading "C. McLaughlin Tucker". The signature is written in a cursive style with a large initial "C" and a prominent "T".

*Secretary of the Commonwealth.*