

THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 2917 Session of 2020

INTRODUCED BY BULLOCK, BERNSTINE, A. DAVIS, SAPPEY, PASHINSKI, HANBIDGE, ROTHMAN, ULLMAN, SHUSTERMAN, GALLOWAY, McNEILL, LONGIETTI, KINSEY, CALTAGIRONE, READSHAW, GREEN, MADDEN, DRISCOLL, SANCHEZ, McCLINTON, DeLUCA, YOUNGBLOOD AND DEASY, OCTOBER 8, 2020

REFERRED TO COMMITTEE ON FINANCE, OCTOBER 8, 2020

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, 2019.

12 Section 3. This act shall take effect immediately.