

No. _____

AN ACT

Amending the act of March 4, 1971 (P.L.6, No.2), known as the Tax Reform Code of 1971, in personal income tax, further providing for classes of income.

INTRODUCED _____ 20 _____

By _____ District NO. _____

By _____ District NO. _____

By _____ District NO. _____

By _____ District NO. _____

See next page for additional co-sponsors.

Prior Session _____

Referred to Committee on	
Date _____	20 _____
Reported _____	20 _____
As Committed-Amended	
Recommendation	

By Hon. _____	

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, further providing for
11 classes of income.

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

14 Section 1. Section 303(a.3) of the act of March 4, 1971
15 (P.L.6, No.2), known as the Tax Reform Code of 1971, is amended
16 to read:

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

18 (a.3) The cost of property commonly referred to as Section
19 179 Property may be treated as a deductible expense only to the
20 extent allowable under [the version of section 179 of the
21 Internal Revenue Code in effect at the time the property is
22 placed in service or under] section 179 of the Internal Revenue

1 Code of 1986 (26 U.S.C. § 179), [whichever is earlier] as
2 amended. The basis of Section 179 Property shall be reduced, but
3 not below zero, for costs treated as a deductible expense. The
4 amount of the reduction shall be the amount deducted on a return
5 and not disallowed, regardless of whether the deduction results
6 in a reduction of income.

7 * * *

8 Section 2. The amendment of section 303(a.3) of the act
9 shall apply to tax years beginning after December 31, 2019.

10 Section 3. This act shall take effect immediately.