

HOUSE No. 3702

By Mr. Palumbo of Newbury, petition of Thomas G. Palumbo relative to corporation tax deductions for educational contributions. Taxation.

The Commonwealth of Massachusetts

In the Year One Thousand Nine Hundred and Ninety-One.

AN ACT RELATIVE TO CORPORATION TAX DEDUCTIONS FOR EDUCATIONAL CONTRIBUTIONS.

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

1 SECTION 1. Chapter 63 of the General Laws, as appearing in
2 the 1988 Official Edition, is hereby amended by striking out
3 section 38J and inserting in place thereof the following section: —

4 Section 38J. In determining the net income subject to tax
5 under this chapter, a domestic or foreign business corporation
6 may deduct, in addition to any other allowable deduction under
7 this chapter, an amount equal to twenty-five percent of the
8 allowable deduction for the contribution of tangible property as
9 defined in subparagraph (1) of section 1221 of the Federal Internal
10 Revenue Code as amended which provides general educational
11 benefits to an educational organization which normally maintains
12 a regular faculty and curriculum and normally has a regularly
13 enrolled body of pupils or students in attendance at the place
14 where its educational activities are regularly carried on, including
15 elementary, secondary and post-secondary institutions located in
16 the Commonwealth.

1 SECTION 2. Section 1 of this act shall be applicable to the
2 current taxable year in which the contribution was made.

