

Senate Bill 14

By: Senators Burke of the 11th, Hill of the 6th, Harper of the 7th, Sims of the 12th, Tillery of the 19th and others

A BILL TO BE ENTITLED
AN ACT

1 To amend Article 2 of Chapter 7 of Title 48 of the Official Code of Georgia Annotated,
2 relating to imposititon, rate, computation, and exemptions from state income taxes, so as to
3 clarify the amount of an exemption for certain entities under the contributions to rural
4 hospitals income tax credit; to provide for related matters; to provide for an effective date;
5 to repeal conflicting laws; and for other purposes.

6 BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

7 **SECTION 1.**

8 Article 2 of Chapter 7 of Title 48 of the Official Code of Georgia Annotated, relating to
9 imposititon, rate, computation, and exemptions from state income taxes, is amended by
10 revising subsection (b) of Code Section 48-7-29.20, relating to tax credits for contributions
11 to rural hospital organizations, as follows:

12 "(b) An individual taxpayer shall be allowed a credit against the tax imposed by this
13 chapter for qualified rural hospital organization expenses as follows:

14 (1) In the case of a single individual or a head of household, 70 percent of the actual
15 amount expended or \$2,500.00 per tax year, whichever is less; ~~or~~

16 (2) In the case of a married couple filing a joint return, 70 percent of the actual amount
17 expended or \$5,000.00 per tax year, whichever is less; ~~or~~

18 (3) Anything to the contrary contained in paragraph (1) or (2) of this subsection
19 notwithstanding, in the case of an individual who is a member of a limited liability
20 company duly formed under state law, a shareholder of a Subchapter 'S' corporation, or
21 a partner in a partnership, the amount expended or \$10,000.00 per tax year, whichever
22 is less; provided, however, that tax credits pursuant to this paragraph shall only be
23 allowed for the portion of the income on which such tax was actually paid by such
24 member of the limited liability company, shareholder of a Subchapter 'S' corporation, or
25 partner in a partnership."

26 **SECTION 2.**

27 This Act shall become effective on July 1, 2017.

28 **SECTION 3.**

29 All laws and parts of laws in conflict with this Act are repealed.