

Summary of PA 2024 Tax Law Changes for preparers

1. PA expands the Child and dependent Care Tax Credit. Maximum Credit is now \$1050 for one child or \$2100 for two or more. The amounts phase down as income increases to a minimum of \$600 for one child and \$1200 for two or more
2. Property Tax and Rent Rebate Program
 - a. Standard Rebate increased to \$1000
 - b. Income cap for both renters and homeowners are now equal and raised to \$45000.
 - c. Income will be tied to cost of living increases in the future.
 - d. Supplemental Rebates are available up to an additional \$500 for property owners with incomes below \$30,000 and who live in Philadelphia, Scranton, or Pittsburgh.
 - e. Applications may be filed through MyPATH
3. MyPAth expanded to include Business Taxes for the following type accounts:

Booking Agent Tax	Public Transportation Assistance
Consumer Fireworks Tax	Public Utility Realty
Corporate net Income Tax	Sales and Use Tax
Gross Premiums Corporate Tax	Shares Tax
Gross Receipts Corporate Tax	Small Games of Chance
Individual Cigarette Excise	Unstampable Little cigars
Malt Beverage Tax	Vehicle Rental Tax
Mutual Thrift Institutions Tax	Wine Excise Tax
Other Tobacco Products	Withholding Tax

4. MyPAth for Individuals includes filing for:
 - a. Personal Income Tax
 - b. Property Tax/Rent Rebate Program
 - c. Inheritance Tax and
 - d. Realty Transfer Tax
5. The Corporate income tax rate is LOWERED from 8.99% to 8.49%
6. Beginning in tax year 2023 PA changed Sec179 deduction to match the federal deduction for property placed in service on or after January 1, 2023
7. The rules for Bonus Depreciation changed for 2023. Here is a link to an explanation of the change from the Law firm of Reed Smith (see [72 Pa. Stat. § 7401\(3\)\(1\)\(r\)\(2\), \(3\)\(1\)\(q\)](#))