

107TH CONGRESS
2^D SESSION

H. R. 5551

To amend the Internal Revenue Code of 1986 to allow corporations to claim a charitable deduction for the donation of services related to contributions of computer technology or equipment.

IN THE HOUSE OF REPRESENTATIVES

OCTOBER 3, 2002

Mr. ISRAEL introduced the following bill; which was referred to the Committee on Ways and Means

A BILL

To amend the Internal Revenue Code of 1986 to allow corporations to claim a charitable deduction for the donation of services related to contributions of computer technology or equipment.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. CHARITABLE DEDUCTION FOR DONATION OF**
4 **COMPUTER SERVICES.**

5 (a) IN GENERAL.—Section 170(e)(6)(B) of the Inter-
6 nal Revenue Code of 1986 (relating to qualified computer
7 contribution) is amended by inserting before “but only”

1 the following: “, or any services related to computer design
2 or to computer technology or equipment,”.

3 (b) VALUE.—Section 170(e)(6)(B) of such Code is
4 amended by adding at the end the following flush lan-
5 guage:

6 “The value of such a contribution of services re-
7 lated to computer design or to computer tech-
8 nology or equipment shall be calculated at a
9 rate not to exceed \$65 an hour.”.

10 (c) DEFINITION.—Section 170(e)(6)(F) of such Code
11 (relating to definitions) is amended by redesignating
12 clause (ii) as clause (iii) and by inserting after clause (i)
13 the following new clause:

14 “(ii) SERVICES RELATED TO COM-
15 PUTER DESIGN OR TO COMPUTER TECH-
16 NOLOGY OR EQUIPMENT.—The term ‘serv-
17 ices related to computer design or to com-
18 puter technology or equipment’ includes
19 the following:

20 “(I) Preparation of artwork, il-
21 lustrations, layout, typesetting, or
22 photo retouching for purposes of
23 being printed or published in any me-
24 dium.

1 “(II) Preparation of preflight or
2 prepress services.

3 “(III) Preparation of printing
4 films.

5 “(IV) Electronic scanning serv-
6 ices and color separations.

7 “(V) Internet design services.

8 “(VI) Multimedia preparation
9 and design services.

10 “(VII) Design services in the
11 preparation of signs and banners.

12 “(VIII) Network designing, in-
13 stallation, and support services.

14 “(IX) Computer troubleshooting.

15 “(X) Computer repair.

16 “(XI) Computer training.

17 “(XII) Computer programming
18 and software design.”.

19 (d) EFFECTIVE DATE.—The amendments made by
20 this section shall take effect with respect to taxable years
21 beginning after December 31, 2002.

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