

103^D CONGRESS
2^D SESSION

H. R. 4207

To amend the Internal Revenue Code of 1986 to allow businesses a credit against income tax for providing work experiences for high school juniors and seniors for which the students receive credit toward graduation.

IN THE HOUSE OF REPRESENTATIVES

APRIL 13, 1994

Mr. RICHARDSON 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 businesses a credit against income tax for providing work experiences for high school juniors and seniors for which the students receive credit toward graduation.

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. SHORT TITLE.**

4 This Act may be cited as the “Student and Business
5 Partnership for Credit Act of 1994”.

1 **SEC. 2. CREDIT FOR PROVIDING EDUCATIONAL WORK EX-**
2 **PERIENCES FOR HIGH SCHOOL JUNIORS AND**
3 **SENIORS.**

4 (a) IN GENERAL.—Subpart D of part IV of sub-
5 chapter A of chapter 1 of the Internal Revenue Code of
6 1986 (relating to business related credits) is amended by
7 adding at the end the following new section:

8 **“SEC. 45C. EDUCATIONAL WORK EXPERIENCES FOR HIGH**
9 **SCHOOL STUDENTS.**

10 “(a) ALLOWANCE OF CREDIT.—For purposes of sec-
11 tion 38, in the case of a taxpayer engaged in a trade or
12 business, the educational work experience credit deter-
13 mined under this section for any taxable year is \$2,000
14 for each work experience program participant whose work
15 experience period with the taxpayer ends during such tax-
16 able year.

17 “(b) WORK EXPERIENCE PROGRAM PARTICIPANT.—
18 For purposes of this section—

19 “(1) IN GENERAL.—The term ‘work experience
20 program participant’ means any individual who is
21 performing services for the taxpayer pursuant to a
22 qualified work experience program.

23 “(2) QUALIFIED WORK EXPERIENCE PRO-
24 GRAM.—The term ‘qualified work experience pro-
25 gram’ means any program if—

1 “(A) the program is operated by a local
2 school system,

3 “(B) only qualified students may partici-
4 pate in the program,

5 “(C) the program places qualified students
6 with 1 or more local business for—

7 “(i) a work experience that is deter-
8 mined by the student’s high school prin-
9 cipal to be appropriate to the educational
10 needs of the student,

11 “(ii) a minimum of 10, and a maxi-
12 mum of 20, hours per week, and

13 “(iii) a period not to exceed 5 months
14 during any school year,

15 “(D) each participant in the program re-
16 ceives credit toward high school graduation for
17 satisfactory participation in the program,

18 “(E) participants in the program do not
19 receive compensation from any source for serv-
20 ices performed for any business pursuant to the
21 program,

22 “(F) the program requires each business
23 receiving a student pursuant to the program to
24 provide such supervision of the student’s work
25 experience, and such reports to the student’s

1 high school principal with respect to such expe-
2 rience, as the such principal may require, and

3 “(G) such program meets such other re-
4 quirements as may be prescribed by the Sec-
5 retary (after consultation with the Secretary of
6 Education).

7 “(3) QUALIFIED STUDENT.—The term ‘quali-
8 fied student’ means any full-time student enrolled in
9 the 11th or 12th grade at a high school.

10 “(4) HIGH SCHOOL.—The term ‘high school’
11 means a secondary school (as defined in section
12 1471(21) of the Elementary and Secondary Edu-
13 cation Act of 1965).

14 “(c) WORK EXPERIENCE PERIOD.—For purposes of
15 subsection (a), the term ‘work experience period’ means
16 the period that an individual performs services for the tax-
17 payer pursuant to a qualified work experience program.”

18 (b) CREDIT TO BE PART OF GENERAL BUSINESS
19 CREDIT.—Subsection (b) of section 38 of such Code (re-
20 lating to general business credit) is amended by striking
21 “plus” at the end of paragraph (10), by striking the period
22 at the end of paragraph (11) and inserting “, plus”, and
23 by adding at the end the following new paragraph:

