
THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 1282 Session of
2023

INTRODUCED BY VITALI, HILL-EVANS, PIELLI, MADDEN, SANCHEZ, KHAN,
MARSHALL, WAXMAN, INNAMORATO AND STEELE, MAY 31, 2023

REFERRED TO COMMITTEE ON ENVIRONMENTAL RESOURCES AND ENERGY,
MAY 31, 2023

AN ACT

1 Amending the act of March 4, 1971 (P.L.6, No.2), entitled "An
2 act relating to tax reform and State taxation by codifying
3 and enumerating certain subjects of taxation and imposing
4 taxes thereon; providing procedures for the payment,
5 collection, administration and enforcement thereof; providing
6 for tax credits in certain cases; conferring powers and
7 imposing duties upon the Department of Revenue, certain
8 employers, fiduciaries, individuals, persons, corporations
9 and other entities; prescribing crimes, offenses and
10 penalties," in Computer Data Center Equipment Incentive
11 Program, further providing for definitions and for sales and
12 use tax exemption.

13 The General Assembly of the Commonwealth of Pennsylvania
14 hereby enacts as follows:

15 Section 1. Section 2901-D of the act of March 4, 1971
16 (P.L.6, No.2), known as the Tax Reform Code of 1971, is amended
17 by adding definitions to read:

18 Section 2901-D. Definitions.

19 The following words and phrases when used in this article
20 shall have the meanings given to them in this section unless the
21 context clearly indicates otherwise:

22 "Blockchain." A distributed ledger technology in which the

1 data is:

2 (1) shared across a network that creates a digital
3 ledger of verified transactions or information among network
4 participants; and

5 (2) typically linked using cryptography to maintain the
6 integrity of the digital ledger and execute other functions,
7 including the transfer of ownership or value.

8 * * *

9 "Proof of work crypto-asset mining." The process of
10 performing computations to add a valid block of data to a
11 blockchain, excluding computations required to validate
12 individual transactions, typically in exchange for a reward or
13 fee.

14 * * *

15 Section 2. Section 2931-D(c) (2) of the act is amended by
16 adding a subparagraph to read:

17 Section 2931-D. Sales and use tax exemption.

18 * * *

19 (c) Exclusions.--The following shall not qualify for a tax
20 exemption:

21 * * *

22 (2) Computer data center equipment used by the certified
23 computer data center for any of the following purposes:

24 * * *

25 (iii) Proof of work crypto-asset mining.

26 * * *

27 Section 3. This act shall take effect in 60 days.