

THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 424

Session of  
1981

INTRODUCED BY HALUSKA, TELEK, MRKONIC, MORRIS AND LETTERMAN,  
FEBRUARY 9, 1981

REFERRED TO COMMITTEE ON INSURANCE, FEBRUARY 9, 1981

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," providing for an additional tax on foreign fire  
11 insurance companies.

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

14 Section 1. The act of March 4, 1971 (P.L.6, No.2), known as  
15 the "Tax Reform Code of 1971," is amended by adding a section to  
16 read:

17 Section 902.1. Additional Tax.--(a) Imposition of  
18 Additional Tax. In addition to the tax imposed pursuant to  
19 section 902 on foreign fire insurance companies, each such  
20 company shall pay to the department, a tax at the rate of one-  
21 half per cent of the gross premiums received from business done  
22 within this Commonwealth during each calendar year.

1       (b) Disposition of Tax. The taxes paid by foreign fire  
2 insurance companies pursuant to this section shall be paid into  
3 the Volunteer Companies Loan Fund for use in accordance with the  
4 provisions of the act of July 15, 1976 (P.L.1036, No.208), known  
5 as the "Volunteer Fire Company, Ambulance Service and Rescue  
6 Squad Assistance Act."

7       Section 2. This act shall take effect immediately and shall  
8 apply to calendar years commencing on and after January 1, 1982.