

THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 2055 Session of
1987

INTRODUCED BY RIEGER, DONATUCCI, HAYDEN, LLOYD, HARPER,
LaGROTTA, MORRIS, CAPPABIANCA, ACOSTA AND SERAFINI,
DECEMBER 9, 1987

REFERRED TO COMMITTEE ON FINANCE, DECEMBER 9, 1987

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," exempting certain persons 62 years of age and
11 over from personal income tax on certain interest received.

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

14 Section 1. Section 303(a)(6) of the act of March 4, 1971
15 (P.L.6, No.2), known as the Tax Reform Code of 1971, added
16 August 31, 1971 (P.L.362, No.93), is amended to read:

17 Section 303. Classes of Income.--(a) The classes of income
18 referred to above are as follows:

19 * * *

20 (6) Interest derived from obligations which are not
21 statutorily free from State or local taxation under any other
22 act of the General Assembly of the Commonwealth of Pennsylvania

1 or under the laws of the United States. The term "interest"
2 shall not include interest received by persons sixty-two years
3 of age and over who, if married, have a combined annual income
4 of twenty-five thousand dollars (\$25,000) or less, or fifteen
5 thousand dollars (\$15,000) or less in the case of single
6 persons. This exclusion shall, however, apply only to the first
7 three thousand dollars (\$3,000) of interest received.

8 * * *

9 Section 2. This act shall apply to taxable years beginning
10 on and after January 1, 1988.

11 Section 3. This act shall take effect immediately.