

THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 1303 Session of
2003

INTRODUCED BY VEON AND DeWEESE, MAY 5, 2003

REFERRED TO COMMITTEE ON FINANCE, MAY 5, 2003

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," further providing, in capital stock and franchise
11 tax, for imposition and for expiration.

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

14 Section 1. Sections 602(h) and 607 of the act of March 4,
15 1971 (P.L.6, No.2), known as the Tax Reform Code of 1971,
16 amended or added June 29, 2002 (P.L.559, No.89), are amended to
17 read:

18 Section 602. Imposition of Tax.--* * *

19 (h) The rate of tax for purposes of the capital stock and
20 franchise tax for taxable years beginning within the dates set
21 forth shall be as follows:

22	Taxable Year	Regular Rate	Surtax	Total Rate
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1	January 1, 1971, to			
2	December 31, 1986	10 mills	0	10 mills
3	January 1, 1987, to			
4	December 31, 1987	9 mills	0	9 mills
5	January 1, 1988, to			
6	December 31, 1990	9.5 mills	0	9.5 mills
7	January 1, 1991, to			
8	December 31, 1991	11 mills	2 mills	13 mills
9	January 1, 1992, to			
10	December 31, 1997	11 mills	1.75 mills	12.75 mills
11	January 1, 1998, to			
12	December 31, 1998	11 mills	.99 mills	11.99 mills
13	January 1, 1999, to			
14	December 31, 1999	10.99 mills	0	10.99 mills
15	January 1, 2000, to			
16	December 31, 2000	8.99 mills	0	8.99 mills
17	January 1, 2001, to			
18	December 31, 2001	7.49 mills	0	7.49 mills
19	[January 1, 2002, to			
20	December 31, 2002	7.24 mills	0	7.24 mills
21	January 1, 2003, to			
22	December 31, 2003	6.99 mills	0	6.99 mills
23	January 1, 2004, to			
24	December 31, 2004	5.99 mills	0	5.99 mills
25	January 1, 2005, to			
26	December 31, 2005	4.99 mills	0	4.99 mills
27	January 1, 2006, to			
28	December 31, 2006	3.99 mills	0	3.99 mills
29	January 1, 2007, to			
30	December 31, 2007	2.99 mills	0	2.99 mills

1	January 1, 2008, to			
2	December 31, 2008	1.99 mills	0	1.99 mills
3	January 1, 2009, to			
4	December 31, 2009	.99 mills	0	.99 mills]
5	<u>January 1, 2002, to</u>			
6	<u>December 31, 2003</u>	<u>7.24 mills</u>	<u>0</u>	<u>7.24 mills</u>
7	<u>January 1, 2004, to</u>			
8	<u>December 31, 2004</u>	<u>6.99 mills</u>	<u>0</u>	<u>6.99 mills</u>
9	<u>January 1, 2005, to</u>			
10	<u>December 31, 2005</u>	<u>5.99 mills</u>	<u>0</u>	<u>5.99 mills</u>
11	<u>January 1, 2006, to</u>			
12	<u>December 31, 2006</u>	<u>4.99 mills</u>	<u>0</u>	<u>4.99 mills</u>
13	<u>January 1, 2007, to</u>			
14	<u>December 31, 2007</u>	<u>3.99 mills</u>	<u>0</u>	<u>3.99 mills</u>
15	<u>January 1, 2008, to</u>			
16	<u>December 31, 2008</u>	<u>2.99 mills</u>	<u>0</u>	<u>2.99 mills</u>
17	<u>January 1, 2009, to</u>			
18	<u>December 31, 2009</u>	<u>1.99 mills</u>	<u>0</u>	<u>1.99 mills</u>
19	<u>January 1, 2010, to</u>			
20	<u>December 31, 2010</u>	<u>.99 mills</u>	<u>0</u>	<u>.99 mills</u>

21 * * *

22 Section 607. Expiration.--This article shall expire for
 23 taxable years beginning after December 31, [2009] 2010.

24 Section 2. The amendment of section 602(h) of the act shall
 25 apply to taxable years beginning after December 31, 2002.

26 Section 3. This act shall take effect immediately.