
THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 486 Session of
2023

INTRODUCED BY RADER, KINSEY, SAPPEY, McNEILL, R. MACKENZIE,
CIRESI, IRVIN, GUENST, M. MACKENZIE, MENTZER, NEILSON,
ZIMMERMAN, FREEMAN AND SMITH, MARCH 16, 2023

REFERRED TO COMMITTEE ON FINANCE, MARCH 16, 2023

AN ACT

1 Amending the act of June 27, 2006 (1st Sp.Sess., P.L.1873,
2 No.1), entitled "An act providing for taxation by school
3 districts, for the State funds formula, for tax relief in
4 first class cities, for school district choice and voter
5 participation, for other school district options and for a
6 task force on school cost reduction; making an appropriation;
7 prohibiting prior authorized taxation; providing for
8 installment payment of taxes; restricting the power of
9 certain school districts to levy, assess and collect taxes;
10 and making related repeals," in senior citizens property tax
11 and rent rebate assistance, further providing for definitions
12 and for property tax and rent rebate.

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

15 Section 1. The definition of "income" in section 1303 of the
16 act of June 27, 2006 (1st Sp.Sess., P.L.1873, No.1), known as
17 the Taxpayer Relief Act, is amended to read:

18 Section 1303. Definitions.

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

22 * * *

1 "Income." All income from whatever source derived,
2 including, but not limited to:

3 (1) Salaries, wages, bonuses, commissions, income from
4 self-employment, alimony, support money, cash public
5 assistance and relief.

6 (2) The gross amount of any pensions or annuities,
7 including railroad retirement benefits for calendar years
8 prior to 1999 and 50% of railroad retirement benefits for
9 calendar years 1999 and thereafter.

10 (3) (i) All benefits received under the Social Security
11 Act (49 Stat. 620, 42 U.S.C. § 301 et seq.), except
12 Medicare benefits, for calendar years prior to 1999, and
13 50% of all benefits received under the Social Security
14 Act, except Medicare benefits, for calendar years 1999
15 and thereafter.

16 (ii) Notwithstanding any other provision of this act
17 to the contrary, persons who, as of December 31, [2012]
18 2021, are eligible for the property tax or rent rebate
19 shall remain eligible if the household income limit is
20 exceeded due solely to a Social Security cost-of-living
21 adjustment.

22 (iii) Eligibility in the property tax and rent
23 rebate program pursuant to subparagraph (ii) shall expire
24 on December 31, [2016] 2026.

25 (4) All benefits received under State unemployment
26 insurance laws.

27 (5) All interest received from the Federal or any state
28 government or any instrumentality or political subdivision
29 thereof.

30 (6) Realized capital gains and rentals.

1 (7) Workers' compensation.

2 (8) The gross amount of loss of time insurance benefits,
3 life insurance benefits and proceeds, except the first \$5,000
4 of the total of death benefit payments.

5 (9) Gifts of cash or property, other than transfers by
6 gift between members of a household, in excess of a total
7 value of \$300.

8 The term does not include surplus food or other relief in kind
9 supplied by a governmental agency, property tax or rent rebate,
10 inflation dividend, Federal veterans' disability payments or
11 State veterans' benefits.

12 * * *

13 Section 2. Section 1304(a)(2) and (3) of the act are amended
14 to read:

15 Section 1304. Property tax; and rent rebate.

16 (a) Schedule of rebates.--

17 * * *

18 (2) The following apply:

19 (i) The base amount of any claim for property tax
20 rebate for real property taxes due and payable during
21 calendar year 2006 and thereafter shall be determined in
22 accordance with the following schedule:

Household Income	Amount of Real Property Taxes Allowed as Rebate
\$ 0 - \$ 8,000	\$650
8,001 - 15,000	500
15,001 - 18,000	300
18,001 -	250
29 [35,000] <u>45,000</u>	

30 (ii) The supplemental amount for a claimant with a

1 household income equal to or less than \$30,000 and an
2 eligible claim for property tax rebate for real property
3 taxes due and payable during the calendar year preceding
4 the first year in which a payment under section 505(b) is
5 made and each year thereafter and whose real property
6 taxes exceed 15% of the claimant's household income shall
7 be equal to 50% of the base amount determined under
8 subparagraph (i). A claimant who is a resident of a city
9 of the first class, a city of the second class A or a
10 school district of the first class A shall be ineligible
11 for the supplemental amount under this subparagraph.

12 (3) The amount of any claim for rent rebate in lieu of
13 property taxes for rent due and payable during calendar year
14 2006 and thereafter shall be determined in accordance with
15 the following:

16	Amount of Rent Rebate in
17	Lieu of Property Taxes
18 Household Income	Allowed as Rebate
19 \$ 0 - \$ 8,000	\$650
20 8,001 -	500
21 [15,000] <u>20,000</u>	

22 * * *

23 Section 3. This act shall apply as follows:

24 (1) The amendment of the definition of "income" in
25 section 1303 of the act shall apply retroactively to December
26 31, 2021.

27 (2) The amendment of section 1304(a)(2) and (3) of the
28 act shall apply to any claim for property tax rebate for real
29 property taxes due and payable for calendar year 2022 and
30 each calendar year thereafter.

1 Section 4. This act shall take effect immediately.