

THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 237

Session of
1977

INTRODUCED BY BRUNNER, GARZIA, ZWIKL, WEIDNER, CIANCIULLI,
MEBUS, SCANLON, HASKELL AND HOFFEL, FEBRUARY 9, 1977

REFERRED TO COMMITTEE ON FINANCE, FEBRUARY 9, 1977

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 persons sixty-five years of age and
11 over from the personal income tax on interest received from
12 financial institutions.

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

15 Section 1. Clause (6) of subsection (a) of section 303, act
16 of March 4, 1971 (P.L.6, No.2), known as the "Tax Reform Code of
17 1971," added August 31, 1971 (P.L.362, No.93), is amended to
18 read:

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

21 * * *

22 (6) Interest derived from obligations which are not
23 statutorily free from State or local taxation under any other

1 act of the General Assembly of the Commonwealth of Pennsylvania
2 or under the laws of the United States.

3 The term "interest" shall not include interest received by
4 persons sixty-five years of age and over from interest bearing
5 deposits in financial institutions, including but not limited to
6 any bank, private bank, bank and trust company, savings
7 association, savings bank, trust company, savings and loan
8 association, building and loan association or credit union
9 organized or operated under State or Federal law. The exclusion
10 authorized by this paragraph shall apply only to those persons
11 sixty-five years of age or over whose total income from all
12 sources, including any income of such person's spouse, is \$7,500
13 or less.

14 * * *

15 Section 2. This act shall take effect immediately and shall
16 apply to taxable years beginning on and after January 1, 1977.