

THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 1604 Session of
1993

INTRODUCED BY GRUITZA, DALEY, BELFANTI AND PESCI, MAY 10, 1993

REFERRED TO COMMITTEE ON LOCAL GOVERNMENT, MAY 10, 1993

AN ACT

1 Amending the act of December 31, 1965 (P.L.1257, No.511),
2 entitled "An act empowering cities of the second class,
3 cities of the second class A, cities of the third class,
4 boroughs, towns, townships of the first class, townships of
5 the second class, school districts of the second class,
6 school districts of the third class and school districts of
7 the fourth class including independent school districts, to
8 levy, assess, collect or to provide for the levying,
9 assessment and collection of certain taxes subject to maximum
10 limitations for general revenue purposes; authorizing the
11 establishment of bureaus and the appointment and compensation
12 of officers, agencies and employes to assess and collect such
13 taxes; providing for joint collection of certain taxes,
14 prescribing certain definitions and other provisions for
15 taxes levied and assessed upon earned income, providing for
16 annual audits and for collection of delinquent taxes, and
17 permitting and requiring penalties to be imposed and
18 enforced, including penalties for disclosure of confidential
19 information, providing an appeal from the ordinance or
20 resolution levying such taxes to the court of quarter
21 sessions and to the Supreme Court and Superior Court,"
22 authorizing tax collecting bureaus to charge a fee for taxes
23 collected and remitted to nonmember municipalities.

24 The General Assembly of the Commonwealth of Pennsylvania
25 hereby enacts as follows:

26 Section 1. Division V of section 13 of the act of December
27 31, 1965 (P.L.1257, No.511), known as The Local Tax Enabling
28 Act, is amended by adding a subsection to read:

1 Section 13. Earned Income Taxes.--On and after the effective
2 date of this act the remaining provisions of this section shall
3 be included in or construed to be a part of each tax levied and
4 assessed upon earned income by any political subdivision levying
5 and assessing such tax pursuant to this act. The definitions
6 contained in this section shall be exclusive for any tax upon
7 earned income and net profits levied and assessed pursuant to
8 this act, and shall not be altered or changed by any political
9 subdivision levying and assessing such tax.

10 * * *

11 V. Powers and Duties of Officer

12 * * *

13 (i) The income tax officer may charge a service fee for
14 distributing earned income taxes to nonmember political
15 subdivisions. The amount of the service fee shall be determined
16 by the governing body of the income tax officer but may not
17 exceed four percent of the amount of taxes that are distributed.

18 * * *

19 Section 2. This act shall take effect in 60 days.