

THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 1

Session of
1999

INTRODUCED BY HASAY, STETLER, DeLUCA, BOYES, TRELLO, PERZEL, BENNINGHOFF, BROWNE, DEMPSEY, DRUCE, HABAY, HANNA, HUTCHINSON, MAHER, MANN, MARKOSEK, McNAUGHTON, PESCI, PIPPY, RAYMOND, RUBLEY, RUFFING, SAINATO, SAYLOR, SHANER, S. H. SMITH, VANCE, C. WILLIAMS, ALLEN, ARGALL, ARMSTRONG, BAKER, BARD, BARRAR, BEBKO-JONES, BELFANTI, BUNT, CAWLEY, CHADWICK, CLARK, CLYMER, L. I. COHEN, COY, DALLY, DeWEESE, EGOLF, FAIRCHILD, FEESE, FICHTER, FLEAGLE, FLICK, FORCIER, GANNON, GEIST, GEORGE, GLADECK, GODSHALL, HALUSKA, HARHAI, HARHART, HENNESSEY, HERMAN, HERSHEY, HESS, JADLOWIEC, JAMES, KENNEY, LEH, LUCYK, LYNCH, MAITLAND, MAJOR, MARSICO, MASLAND, MAYERNIK, McCALL, McGILL, McILHINNEY, MELIO, METCALFE, MICOZZIE, S. MILLER, NAILOR, NICKOL, ORIE, PETRARCA, PETRONE, PHILLIPS, PLATTS, PRESTON, READSHAW, ROBERTS, ROSS, SAMUELSON, SANTONI, SATHER, SCHRODER, SCHULER, SCRIMENTI, SEMMEL, SERAFINI, SEYFERT, B. SMITH, D. W. SNYDER, STABACK, STAIRS, STERN, STEVENSON, STRITTMATTER, SURRA, TANGRETTI, E. Z. TAYLOR, J. TAYLOR, TRAVAGLIO, TRUE, WILT, WOGAN, M. N. WRIGHT, YEWIC, YOUNGBLOOD, ZIMMERMAN AND ZUG,
FEBRUARY 1, 1999

REFERRED TO COMMITTEE ON FINANCE, FEBRUARY 1, 1999

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 for imposition of personal
11 income tax.

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

1 Section 1. Section 302 of the act of March 4, 1971 (P.L.6,
2 No.2), known as the Tax Reform Code of 1971, added August 4,
3 1991 (P.L.97, No.22), is amended to read:

4 Section 302. Imposition of Tax.--(a) Every resident
5 individual, estate or trust shall be subject to, and shall pay
6 for the privilege of receiving each of the classes of income
7 hereinafter enumerated in section 303, a tax upon each dollar of
8 income received by that resident during that resident's taxable
9 year at the following rates:

10 (1) Two and one-tenth per cent for taxable years commencing
11 with or within calendar year 1987 through the first half of the
12 taxable year commencing with or within calendar year 1991.

13 (2) Two and eight-tenths per cent for the second half of the
14 taxable year commencing with or within calendar year 1991 [and
15 each taxable year thereafter.] through the first half of the
16 taxable year commencing with or within calendar year 1999.

17 (2.1) Two and seven-tenths per cent for the second half of
18 the taxable year commencing with or within calendar year 1999
19 and each taxable year thereafter.

20 (3) A temporary assessment equal to an additional three-
21 tenths per cent for the second half of the taxable year
22 commencing with or within calendar year 1991 through the first
23 half of the taxable year commencing with or within calendar year
24 1992.

25 (b) Every nonresident individual, estate or trust shall be
26 subject to, and shall pay for the privilege of receiving each of
27 the classes of income hereinafter enumerated in section 303 from
28 sources within this Commonwealth, a tax upon each dollar of
29 income received by that nonresident during that nonresident's
30 taxable year at the following rates:

1 (1) Two and one-tenth per cent for taxable years commencing
2 with or within calendar year 1987 through the first half of the
3 taxable year commencing with or within calendar year 1991.

4 (2) Two and eight-tenths per cent for the second half of the
5 taxable year commencing with or within calendar year 1991 [and
6 each taxable year thereafter.] through the first half of the
7 taxable year commencing with or within calendar year 1999.

8 (2.1) Two and seven-tenths per cent for the second half of
9 the taxable year commencing with or within calendar year 1999
10 and each taxable year thereafter.

11 (3) A temporary assessment equal to an additional three-
12 tenths per cent for the second half of the taxable year
13 commencing with or within calendar year 1991 through the first
14 half of the taxable year commencing with or within calendar year
15 1992.

16 Section 2. This act shall take effect immediately.