

THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 1618 Session of  
1999

INTRODUCED BY HUTCHINSON, BAKER, BARRAR, BELFANTI, BENNINGHOFF,  
BUNT, CALTAGIRONE, M. COHEN, CORRIGAN, COSTA, DAILEY, EGOLF,  
FEESE, FLICK, FORCIER, GEIST, GEORGE, GODSHALL, HENNESSEY,  
HERSHEY, HESS, LAUGHLIN, LUCYK, LYNCH, MANN, McNAUGHTON,  
METCALFE, S. MILLER, ORIE, PETRARCA, PLATTS, READSHAW,  
SAINATO, SATHER, SAYLOR, SCHRODER, SCHULER, SERAFINI,  
SEYFERT, SHANER, SOLOBAY, STABACK, STEVENSON, E. Z. TAYLOR  
AND WILT, JUNE 9, 1999

REFERRED TO COMMITTEE ON FINANCE, JUNE 9, 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 the rate of personal income  
11 tax.

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

14 Section 1. Section 302 of the act of March 4, 1971 (P.L.6,  
15 No.2), known as the Tax Reform Code of 1971, added August 4,  
16 1991 (P.L.97, No.22), is amended to read:

17 Section 302. Imposition of Tax.--(a) Every resident  
18 individual, estate or trust shall be subject to, and shall pay  
19 for the privilege of receiving each of the classes of income

1 hereinafter enumerated in section 303, a tax upon each dollar of  
2 income received by that resident during that resident's taxable  
3 year at the following rates:

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

7 (2) Two and eight-tenths per cent for the second half of the  
8 taxable year commencing with or within calendar year 1991 and  
9 each taxable year [thereafter] through December 31, 1999.

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

15 (4) Two and six-tenths per cent for the taxable year  
16 commencing on or with the calendar year 2000 and each taxable  
17 year thereafter.

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

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

27 (2) Two and eight-tenths per cent for the second half of the  
28 taxable year commencing with or within calendar year 1991 and  
29 each taxable year [thereafter] through December 31, 1999.

30 (3) A temporary assessment equal to an additional three-

1 tenths per cent for the second half of the taxable year  
2 commencing with or within calendar year 1991 through the first  
3 half of the taxable year commencing with or within calendar year  
4 1992.

5 (4) Two and six-tenths per cent for the taxable year  
6 commencing with or within the calendar year 2000 and each  
7 taxable year thereafter.

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