

THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL

No. 578 Session of
2001

INTRODUCED BY TILGHMAN, TOMLINSON, THOMPSON, GREENLEAF AND
KITCHEN, MARCH 6, 2001

REFERRED TO FINANCE, MARCH 6, 2001

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," providing for a limited State personal income tax
11 credit for certain nonresident Sterling Act taxes.

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

14 Section 1. The act of March 4, 1971 (P.L.6, No.2), known as
15 the Tax Reform Code of 1971, is amended by adding a section to
16 read:

17 Section 314.1. Nonresident Sterling Tax Credit.--A credit
18 against personal income tax due to the Commonwealth under
19 section 302 shall be granted to all nonresidents of a city of
20 the first class who are subject to a tax imposed by that city of
21 the first class pursuant to the act of August 5, 1932 (Sp.Sess.,
22 P.L.45, No.45), referred to as the Sterling Act. The credit

1 shall be equal to one-half of one per cent of salaries, wages,
2 commissions, compensation or other income received for work done
3 or services performed within a city of the first class. The
4 Secretary of Revenue shall promulgate such regulations and forms
5 as are necessary to implement provisions of this section.

6 Section 2. This act shall apply to the tax years beginning
7 on or after January 1, 2001.

8 Section 3. This act shall take effect immediately.