

THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 2587 Session of  
2008

INTRODUCED BY DePASQUALE, BENNINGTON, BOBACK, CALTAGIRONE,  
CARROLL, COHEN, CONKLIN, COSTA, CURRY, DALEY, DERMODY,  
DeWEESE, EACHUS, FRANKEL, FREEMAN, GALLOWAY, GERBER, GIBBONS,  
GOODMAN, HARHAI, HENNESSEY, HERSHEY, HORNAMAN, JOSEPHS,  
KENNEY, KESSLER, KILLION, KING, KORTZ, KOTIK, KULA, LEACH,  
LENTZ, LONGIETTI, McCALL, McGEEHAN, McILHATTAN,  
McILVAINE SMITH, MELIO, MENSCH, MILNE, MOYER, MUNDY, MURT,  
MYERS, NAILOR, M. O'BRIEN, OLIVER, PALLONE, PASHINSKI,  
PAYTON, PETRARCA, PETRI, READSHAW, REICHLEY, ROCK, RUBLEY,  
SABATINA, SAINATO, SANTONI, SCAVELLO, SHAPIRO, SIPTROTH,  
K. SMITH, M. SMITH, STURLA, SURRA, R. TAYLOR, VITALI, WAGNER,  
WALKO, WANSACZ, WHEATLEY, J. WHITE, BRENNAN AND YOUNGBLOOD,  
JUNE 4, 2008

REFERRED TO COMMITTEE ON FINANCE, JUNE 4, 2008

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," excluding the purchase price of hybrid vehicles  
11 and fuel-efficient vehicles from the sales and use tax.

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

14 Section 1. Section 204 of the act of March 4, 1971 (P.L.6,  
15 No.2), known as the Tax Reform Code of 1971, is amended by  
16 adding a clause to read:

17 Section 204. Exclusions from Tax.--The tax imposed by

1 section 202 shall not be imposed upon any of the following:

2 \* \* \*

3 (47.1) (i) The purchase price of the sale at retail or use  
4 of hybrid vehicles. The department shall promulgate rules and  
5 regulations to enforce this exemption.

6 (ii) This clause shall expire five years from the effective  
7 date of this clause.

8 (iii) For purposes of this clause, a hybrid vehicle shall be  
9 a motor vehicle that draws propulsion energy from onboard  
10 sources of stored energy that are both:

11 (A) An internal combustion engine using combustible fuel.

12 (B) A rechargeable energy storage system.

13 \* \* \*

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