

THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 2577 Session of 2012

INTRODUCED BY EVANKOVICH, AUMENT, EVERETT, GEIST, GROVE, HELM, KAUFFMAN, KRIEGER, MACKENZIE, MARSHALL, ROAE, SWANGER, TRUITT AND VULAKOVICH, AUGUST 20, 2012

REFERRED TO COMMITTEE ON FINANCE, AUGUST 20, 2012

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," in sales and use tax, providing for tax imposed  
11 on on-road vehicles and on-road trailers.

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 238.1. Tax Imposed on On-Road Vehicles and On-Road  
18 Trailers.--(a) Notwithstanding any provision of this act to the  
19 contrary, the tax due on the sale at retail or use of an on-road  
20 vehicle and on-road trailer shall be deposited as follows:

21 (1) Beginning in fiscal year 2012-2013, twenty-five per  
22 cent of the tax shall be deposited into the Motor License

1 Fund and seventy-five per cent of the tax shall be deposited  
2 into the General Fund.

3 (2) Beginning in fiscal year 2013-2014, fifty per cent  
4 of the tax shall be deposited into the Motor License Fund and  
5 fifty per cent of the tax shall be deposited into the General  
6 Fund.

7 (3) Beginning in fiscal year 2014-2015, seventy-five per  
8 cent of the tax shall be deposited into the Motor License  
9 Fund and twenty-five per cent of the tax shall be deposited  
10 into the General Fund.

11 (4) Beginning in fiscal year 2015-2016, and each fiscal  
12 year thereafter, one hundred per cent of the tax shall be  
13 deposited into the Motor License Fund.

14 (b) Notwithstanding any provision of this act to the  
15 contrary, all interest and penalties associated with the sale at  
16 retail or use of an on-road vehicle or an on-road trailer shall  
17 be deposited as follows:

18 (1) Beginning in fiscal year 2012-2013, twenty-five per  
19 cent of the associated interest and penalties shall be  
20 deposited into the Motor License Fund and seventy-five per  
21 cent of the associated interest and penalties shall be  
22 deposited into the General Fund.

23 (2) Beginning in fiscal year 2013-2014, fifty per cent  
24 of the associated interest and penalties shall be deposited  
25 into the Motor License Fund and fifty per cent of the  
26 associated interest and penalties shall be deposited into the  
27 General Fund.

28 (3) Beginning in fiscal year 2014-2015, seventy-five per  
29 cent of the associated interest and penalties shall be  
30 deposited into the Motor License Fund and twenty-five per

1 cent of the associated interest and penalties shall be  
2 deposited into the General Fund.

3 (4) Beginning in fiscal year 2015-2016, and each fiscal  
4 year thereafter, one hundred per cent of the associated  
5 interest and penalties shall be deposited into the Motor  
6 License Fund.

7 (c) For the purposes of this section:

8 (1) "On-road trailer" shall be defined as a trailer that  
9 is capable of being towed by an on-road vehicle.

10 (2) "On-road vehicle" shall be defined as a motor  
11 vehicle that is titled, registered, annually inspected and,  
12 as such, is authorized for use on the roadways of this  
13 Commonwealth.

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