

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 personal income tax, further providing for
11 classes of income.

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

14 Section 1. Section 303(a.5) of the act of March 4, 1971
15 (P.L.6, No.2), known as the Tax Reform Code of 1971, added July
16 7, 2005 (P.L.149, No.40), is amended to read:

17 Section 303. Classes of Income.--* * *

18 (a.5) The requirements of [section] sections 1031 and 1035
19 of the Internal Revenue Code of 1986 (26 U.S.C. [§ 1035]) §§
20 1031 and 1035), as amended, shall be applicable.

21 * * *

22 Section 2. The amendment of section 303(a.5) of the act

1 shall apply to the tax years beginning after December 31, 2014.

2 Section 3. This act shall take effect immediately.