

## AN ACT

1 Amending Title 11 (Cities) of the Pennsylvania Consolidated  
2 Statutes, in taxation, further providing for tax levies.

3 The General Assembly of the Commonwealth of Pennsylvania  
4 hereby enacts as follows:

5 Section 1. Section 12531 of Title 11 of the Pennsylvania  
6 Consolidated Statutes is amended by adding subsections to read:  
7 § 12531. Tax levies.

8 \* \* \*

9 (d) Earned income tax.--Notwithstanding any other provision  
10 of law, council may, by ordinance, levy and, in accordance with  
11 this part, provide for the collection of an annual tax on wages,  
12 salaries, commissions and other earned income of individuals.

13 (e) Payroll tax.--Notwithstanding any other provision of  
14 law, council may, by ordinance, levy and, in accordance with  
15 this part, provide for the collection of a payroll preparation  
16 tax in accordance with the procedures for a city of the second  
17 class under section 303 of the act of December 31, 1965

1 (P.L.1257, No.511), known as The Local Tax Enabling Act.

2 (f) Local services tax.--Notwithstanding any other provision  
3 of law, council may, by ordinance, levy and, in accordance with  
4 this part, provide for the collection of a local services tax,  
5 as defined in section 501 of The Local Tax Enabling Act. The  
6 local services tax shall be subject to the following:

7 (1) Beginning upon the effective date of this paragraph  
8 and ending December 31, 2024, the local services tax shall be  
9 no more than \$82 per individual.

10 (2) Beginning January 1, 2025, and for each succeeding  
11 January 1 thereafter, council may, by ordinance, adjust the  
12 local services tax by an annual factor, which shall be  
13 determined by increasing the amount under paragraph (1) by  
14 the percentage change in the Consumer Price Index for All  
15 Urban Consumers (CPI-U) for the Pennsylvania, New Jersey,  
16 Delaware and Maryland area. In calculating the adjustment,  
17 council shall use the most recent 12-month period for which  
18 figures have been officially reported by the United States  
19 Department of Labor, Bureau of Labor Statistics.

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