THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 1910 Session of 1979

INTRODUCED BY ALDEN, ZORD, D. S. HAYES, NOYE, COHEN, CESSAR, KNEPPER AND PRATT, OCTOBER 25, 1979

REFERRED TO COMMITTEE ON FINANCE, OCTOBER 25, 1979

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 certain interest from the personal
11   income tax.

12   The General Assembly of the Commonwealth of Pennsylvania

13 hereby enacts as follows:

14   Section 1. Clause (6) of subsection (a) of section 303, act

15 of March 4, 1971 (P.L.6, No.2), known as the "Tax Reform Code of

16 1971," added August 31, 1971 (P.L.362, No.93), is amended to

17 read:

18   Section 303. Classes of Income.--(a) The classes of income

19 referred to above are as follows:

20   * * *

21   (6) Interest derived from obligations which are not

22 statutorily free from State or local taxation under any other

1 act of the General Assembly of the Commonwealth of Pennsylvania

2 or under the laws of the United States. The term "interest"

3 shall not include interest or dividends equivalent to the first

4 one hundred dollars ($100) for any person filing an individual

5 return or the first two hundred dollars ($200) for any husband

6 and wife filing a joint return which is paid on deposits in

7 regular savings accounts in commercial banks, savings banks,

8 building and loan or savings and loan associations.

9   * * *

10   Section 2. This act shall take effect immediately and shall

11 apply to all interest received during the calendar year in which

12 this act becomes effective and thereafter.