

THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 572 Session of
1999

INTRODUCED BY STRITTMATTER, NAILOR, ZUG, BELFANTI, ARMSTRONG,
ZIMMERMAN, LAUGHLIN, SEMMEL, ALLEN, BAKER, BARD, BATTISTO,
BENNINGHOFF, BROWNE, CAWLEY, CLYMER, L. I. COHEN, COLAFELLA,
DeLUCA, EGOLF, FAIRCHILD, FARGO, FLICK, GODSHALL, HERSHEY,
HESS, HUTCHINSON, JADLOWIEC, KENNEY, LEH, MAHER, MAITLAND,
McCALL, McILHINNEY, McNAUGHTON, ORIE, ROSS, SAINATO, SATHER,
SAYLOR, SCHRODER, SEYFERT, STAIRS, STEIL, STERN,
E. Z. TAYLOR, WILT AND WRIGHT, FEBRUARY 10, 1999

REFERRED TO COMMITTEE ON FINANCE, FEBRUARY 10, 1999

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," further providing for imposition of tax.

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

13 Section 1. Section 602(h) of the act of March 4, 1971
14 (P.L.6, No.2), known as the Tax Reform Code of 1971, amended
15 April 23, 1998 (P.L.239, No.45), is amended to read:

16 Section 602. Imposition of Tax.--* * *

17 (h) The rate of tax for purposes of the capital stock and
18 franchise tax for taxable years beginning within the dates set
19 forth shall be as follows:

Taxable Year	Regular Rate	Surtax	Total Rate
January 1, 1971, to			
December 31, 1986	10 mills	0	10 mills
January 1, 1987, to			
December 31, 1987	9 mills	0	9 mills
January 1, 1988, to			
December 31, 1990	9.5 mills	0	9.5 mills
January 1, 1991, to			
December 31, 1991	11 mills	2 mills	13 mills
January 1, 1992, to			
December 31, 1997	11 mills	1.75 mills	12.75 mills
January 1, 1998, [and			
each year thereafter]			
<u>to December 31, 1998</u>	11 mills	.99 mills	11.99 mills
<u>January 1, 1999, to</u>			
<u>December 31, 1999</u>	<u>10 mills</u>	<u>0</u>	<u>10 mills</u>
<u>January 1, 2000, to</u>			
<u>December 31, 2000</u>	<u>9 mills</u>	<u>0</u>	<u>9 mills</u>
<u>January 1, 2001, and</u>			
<u>each year thereafter</u>	<u>8 mills</u>	<u>0</u>	<u>8 mills</u>

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