THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE RESOLUTION No. 311 Session of 2001

INTRODUCED BY DERMODY, DeLUCA, T. STEVENSON, BENNINGHOFF, COSTA, JAMES, LEVDANSKY, SHANER, LESCOVITZ, BELARDI, TRICH, WALKO, PALLONE, CALTAGIRONE, CAPPELLI, HERSHEY, WOJNAROSKI, LUCYK, GRUCELA, HERMAN, DIVEN, MANDERINO, TRAVAGLIO, READSHAW, SURRA, BELFANTI, MARKOSEK, HANNA, HORSEY, HARHART, SOLOBAY, STABACK, CREIGHTON, CORRIGAN, BEBKO-JONES, GEORGE, JOSEPHS, MELIO, TIGUE, WANSACZ, YUDICHAK, CURRY, FRANKEL, PIPPY, ROBERTS, PISTELLA, ROBINSON, J. WILLIAMS, SAINATO, YOUNGBLOOD, SAYLOR, STURLA AND THOMAS, OCTOBER 3, 2001

REFERRED TO COMMITTEE ON RULES, OCTOBER 3, 2001

A CONCURRENT RESOLUTION

Directing the Joint State Government Commission to establish a 1 2 task force to study the elimination or significant reduction 3 of property taxes as a source of funding for local jurisdictions; to review the policies of states and 4 5 jurisdictions of the United States which have eliminated property taxes as a source of funding for local б 7 jurisdictions; to determine the consequences of such an elimination or reduction on local taxing bodies and on this 8 Commonwealth; and to make recommendations on alternative 9 10 financing methods for schools, municipalities and other local 11 jurisdictions.

12 WHEREAS, Property taxes levied by local jurisdictions

13 including counties, school districts and municipalities have

14 become a tremendous burden upon homeowners and property owners

15 in this Commonwealth; and

16 WHEREAS, Senior citizens and individuals on fixed incomes

17 have been the most detrimentally affected by the property tax

18 system; and

19 WHEREAS, Problems with fairness in the property tax system

1 have dated back more than 30 years in parts of this Commonwealth 2 and most recently in Allegheny County as a result of a court-3 ordered reassessment process; and

WHEREAS, Several states and jurisdictions including Michigan have sought to eliminate or significantly reduce reliance on property taxes as a source of funding for local jurisdictions and find alternative funding sources for counties, school districts, municipalities and other local jurisdictions; therefore be it

10 RESOLVED (the Senate concurring), That the General Assembly 11 direct the Joint State Government Commission to establish a task force of four members of the Senate and four members of the 12 13 House of Representatives to undertake a study of the property 14 tax system in this Commonwealth in order to ascertain whether 15 property taxes can and should be eliminated or significantly 16 reduced as a source of funding for local jurisdictions and, if 17 so, to recommend alternative funding sources for those local 18 jurisdictions which are more fair and equitable to the citizens 19 of this Commonwealth; and be it further

20 RESOLVED, That the President pro tempore and Minority Leader 21 of the Senate and the Speaker and Minority Leader of the House 22 of Representatives each appoint two members to the task force; 23 and be it further

RESOLVED, That the task force initially review the policies of states and jurisdictions of the United States which have eliminated property taxes as a source of funding for local jurisdictions and determine the consequences that such eliminations or reductions would have on local taxing bodies and on this Commonwealth; and be it further

30 RESOLVED, That the task force make recommendations of 20010H0311R2600 - 2 -

alternative funding sources for local jurisdictions which are
more fair and equitable, and no less fair or less equitable, to
citizens of this Commonwealth than the current property tax
system; and be it further

5 RESOLVED, That the task force be authorized to create an 6 advisory committee composed of individuals deemed appropriate by 7 the task force to assist the task force; and be it further 8 RESOLVED, That the task force report its findings and 9 recommendations to the General Assembly as soon as possible.