THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL No. 2585 Session of 2008

INTRODUCED BY BRENNAN, BELFANTI, BENNINGTON, BIANCUCCI, BOYD, CALTAGIRONE, CAPPELLI, CASORIO, DALLY, DePASQUALE, FRANKEL, FREEMAN, GEIST, GEORGE, GOODMAN, GRUCELA, HARHAI, HARKINS, HENNESSEY, HORNAMAN, KENNEY, KING, KORTZ, KOTIK, LONGIETTI, MAHONEY, MANN, McCALL, McGEEHAN, McILVAINE SMITH, MELIO, MENSCH, MUNDY, MUSTIO, PALLONE, PRESTON, PYLE, RAMALEY, READSHAW, REICHLEY, SABATINA, SAINATO, SAMUELSON, SANTONI, SCAVELLO, SEIP, SIPTROTH, K. SMITH, SURRA, SWANGER, VULAKOVICH, WAGNER, WANSACZ, WATERS, J. WHITE, WOJNAROSKI, YOUNGBLOOD AND YUDICHAK, JUNE 4, 2008

REFERRED TO COMMITTEE ON AGING AND OLDER ADULT SERVICES, JUNE 4, 2008

AN ACT

- 1 Amending the act of August 26, 1971 (P.L.351, No.91), entitled
- 2 "An act providing for a State Lottery and administration
- 3 thereof; authorizing the creation of a State Lottery
- 4 Commission; prescribing its powers and duties; disposition of
- 5 funds; violations and penalties therefor; exemption of prizes
- 6 from State and local taxation and making an appropriation,"
- 7 further defining "income."
- 8 The General Assembly of the Commonwealth of Pennsylvania
- 9 hereby enacts as follows:
- 10 Section 1. The definition of "income" in section 502 of the
- 11 act of August 26, 1971 (P.L.351, No.91), known as the State
- 12 Lottery Law, amended November 26, 2003 (P.L.212, No.37), is
- 13 amended to read:
- 14 Section 502. Definitions.
- 15 The following words and phrases when used in this chapter

- 1 shall have the meanings given to them in this section unless the
- 2 context clearly indicates otherwise:
- 3 * * *
- 4 ["Income." All income from whatever source derived,
- 5 including, but not limited to, salaries, wages, bonuses,
- 6 commissions, income from self-employment, alimony, support
- 7 money, cash public assistance and relief, the gross amount of
- 8 any pensions or annuities, including railroad retirement
- 9 benefits, all benefits received under the Social Security Act
- 10 (49 Stat. 620, 42 U.S.C. § 301 et. seq.) (except Medicare
- 11 benefits), all benefits received under State unemployment
- 12 insurance laws and veterans' disability payments, all interest
- 13 received from the Federal Government or any state government or
- 14 any instrumentality or political subdivision thereof, realized
- 15 capital gains, rentals, workmen's compensation and the gross
- 16 amount of loss of time insurance benefits, life insurance
- 17 benefits and proceeds, except the first \$10,000 of the total of
- 18 death benefits payments, and gifts of cash or property, other
- 19 than transfers by gift between members of a household, in excess
- 20 of a total value of \$300, but shall not include surplus food or
- 21 other relief in kind supplied by a government agency or property
- 22 tax rebate.
- 23 "Income." All income from whatever source derived, including
- 24 any of the following:
- 25 (1) Salaries, wages, bonuses, commissions, income from
- 26 <u>self-employment</u>, alimony, support money, cash public
- assistance and relief.
- 28 (2) For calendar years before 2009, the gross amount of
- 29 <u>any pensions or annuities, including railroad retirement</u>
- 30 benefits. For calendar years after 2008, the gross amount of

- 1 any pensions or annuities, including 50% of railroad
- 2 retirement benefits.
- 3 (3) For calendar years before 2009, all benefits
- 4 received under the Social Security Act (49 Stat. 620, 42
- 5 <u>U.S.C.</u> § 301 et seq.), except Medicare benefits. For calendar
- 6 years after 2008, 50% of all benefits received under the
- 7 <u>Social Security Act, except Medicare benefits.</u>
- 8 (4) For calendar years before 2009, all retirement
- 9 benefits received by Federal retirees who, due to the date of
- their Federal employment, are ineligible to collect benefits
- 11 under the Social Security Act. For calendar years after 2008,
- 12 <u>50% of the retirement benefits received by Federal retirees</u>
- who, due to the date of their Federal employment, are
- ineligible to receive benefits under the Social Security Act.
- 15 (5) All benefits received under State unemployment
- insurance laws and veterans' disability payments.
- 17 (6) All interest received from the Federal Government or
- 18 any state government or any instrumentality or political
- 19 subdivision thereof.
- 20 <u>(7) Realized capital gains and rentals.</u>
- 21 <u>(8) Workers' compensation.</u>
- 22 (9) The gross amount of loss of time insurance benefits.
- 23 life insurance benefits and proceeds, except the first
- \$10,000 of the total of death benefits payments.
- 25 (10) Gifts of cash or property, other than transfers by
- 26 gift between members of a household, in excess of a total
- 27 value of \$300, but shall not include surplus food or other
- 28 <u>relief in kind supplied by a government agency or property</u>
- 29 <u>tax rebate.</u>
- 30 * * *

- 1 Section 2. The amendment of the definition of "income" in
- 2 section 502 of the act shall apply to claims after calendar year
- 3 2008.
- 4 Section 3. This act shall take effect immediately.