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THE GENERAL ASSEMBLY OF PENNSYLVANIA

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SENATE BILL

No. 286 Session of  
2013

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INTRODUCED BY ERICKSON, YAW, MENSCH, VULAKOVICH, BROWNE, HUGHES,  
RAFFERTY, FARNESE, FOLMER, PILEGGI, WAUGH, ALLOWAY, BRUBAKER,  
BOSCOLA AND BAKER, JANUARY 24, 2013

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REFERRED TO FINANCE, JANUARY 24, 2013

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AN ACT

1 Amending the act of June 27, 2006 (1st Sp.Sess., P.L.1873, No.  
2 1), entitled "An act providing for taxation by school  
3 districts, for the State funds formula, for tax relief in  
4 first class cities, for school district choice and voter  
5 participation, for other school district options and for a  
6 task force on school cost reduction; making an appropriation;  
7 prohibiting prior authorized taxation; providing for  
8 installment payment of taxes; restricting the power of  
9 certain school districts to levy, assess and collect taxes;  
10 and making related repeals," further providing for the  
11 definition of "income."

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

14 Section 1. The definition of "income" in section 1303 of the  
15 act of June 27, 2006 (1st Sp.Sess., P.L.1873, No.1), known as  
16 the Taxpayer Relief Act, is amended to read:

17 Section 1303. Definitions.

18 The following words and phrases when used in this chapter  
19 shall have the meanings given to them in this section unless the  
20 context clearly indicates otherwise:

21 \* \* \*

22 "Income." All income from whatever source derived,

1 including, but not limited to:

2 (1) Salaries, wages, bonuses, commissions, income from  
3 self-employment, alimony, support money, cash public  
4 assistance and relief.

5 (2) The gross amount of any pensions or annuities,  
6 including railroad retirement benefits for calendar years  
7 prior to 1999 and 50% of railroad retirement benefits for  
8 calendar years 1999 and thereafter.

9 (3) All benefits received under the Social Security Act  
10 (49 Stat. 620, 42 U.S.C. § 301 et seq.), except Medicare  
11 benefits, for calendar years prior to 1999, and 50% of all  
12 benefits received under the Social Security Act, except  
13 Medicare benefits, for calendar years 1999 and thereafter.

14 (4) All benefits received under State unemployment  
15 insurance laws and veterans' disability payments.

16 (5) All interest received from the Federal or any state  
17 government or any instrumentality or political subdivision  
18 thereof.

19 (6) Realized capital gains and rentals.

20 (7) Workers' compensation.

21 (8) The gross amount of loss of time insurance benefits,  
22 life insurance benefits and proceeds, except the first \$5,000  
23 of the total of death benefit payments.

24 (9) Gifts of cash or property, other than transfers by  
25 gift between members of a household, in excess of a total  
26 value of \$300.

27 The term does not include surplus food or other relief in kind  
28 supplied by a governmental agency, property tax or rent rebate  
29 [or], inflation dividend, unrealized dividend or stock dividend.

30 \* \* \*

1 Section 2. This act shall take effect January 1, 2014.