

THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL

No. 734 Session of 2015

INTRODUCED BY STEFANO, RAFFERTY, WARD, FONTANA, BARTOLOTTA, BAKER, MENSCH, EICHELBERGER, COSTA, WHITE, VULAKOVICH, McILHINNEY, FOLMER, SCHWANK, SMITH, AUMENT AND ALLOWAY, APRIL 16, 2015

REFERRED TO FINANCE, APRIL 16, 2015

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 inheritance tax.

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

13 Section 1. Section 2116(a)(2) of the act of March 4, 1971
 14 (P.L.6, No.2), known as the Tax Reform Code of 1971, amended May
 15 24, 2000 (P.L.106, No.23), is amended and the clause is amended
 16 by adding a subclause to read:

17 Section 2116. Inheritance Tax.--(a) * * *

18 (1.4) Inheritance tax upon the transfer of property to or
 19 for the use of a child twenty-one years of age or younger from a
 20 natural parent, an adoptive parent or a stepparent of the child
 21 shall be at the rate of zero per cent.

1 (2) Inheritance tax upon the transfer of property passing to
2 or for the use of all persons other than those designated in
3 subclause (1), (1.1), (1.2) [or], (1.3) or (1.4) or exempt under
4 section 2111(m) shall be at the rate of fifteen per cent.

5 * * *

6 Section 2. The amendment or addition of section 2116(a)(1.4)
7 and (2) of the act shall apply to property transferred by a
8 natural parent, an adoptive parent or a stepparent who dies on
9 or after the effective date of this section.

10 Section 3. This act shall take effect in 60 days.