

THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL

No. 906 Session of 2017

INTRODUCED BY FOLMER, MENSCH, VULAKOVICH, MARTIN, STEFANO AND BROWNE, SEPTEMBER 26, 2017

REFERRED TO FINANCE, SEPTEMBER 26, 2017

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," in personal income taxation, providing for a  
 11 credit against unreimbursed qualified health insurance  
 12 premium payments.

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

15 Section 1. The act of March 4, 1971 (P.L.6, No.2), known as  
 16 the Tax Reform Code of 1971, is amended by adding a section to  
 17 read:

18 Section 314.1. Unreimbursed Qualified Health Insurance  
 19 Premium Payments.--(a) A resident taxpayer shall be allowed a  
 20 credit against the tax otherwise due under this article for the  
 21 dollar amount of any unreimbursed qualified health insurance  
 22 premium payment or payments made by the taxpayer.

23 (b) The credit provided under this section shall not exceed

1 the amount of the tax otherwise due under this article.

2 (c) For purposes of this section:

3 "Qualified health insurance." An individual or group health,  
4 sickness or accident policy or subscriber contract or  
5 certificate issued by an entity subject to any one of the  
6 following:

7 (1) The act of May 17, 1921 (P.L.682, No.284), known as "The  
8 Insurance Company Law of 1921."

9 (2) The act of December 29, 1972 (P.L.1701, No.364), known  
10 as the "Health Maintenance Organization Act."

11 (3) The act of May 18, 1976 (P.L.123, No.54), known as the  
12 "Individual Accident and Sickness Insurance Minimum Standards  
13 Act."

14 (4) 40 Pa.C.S. Ch. 61 (relating to hospital plan  
15 corporations) or 63 (relating to professional health services  
16 plan corporations).

17 "Unreimbursed qualified health insurance premium payment." A  
18 payment made by a resident taxpayer against the premium due for  
19 the purchase of qualified health insurance, the cost of which is  
20 not reimbursed to the taxpayer by the taxpayer's employer, the  
21 Commonwealth, a municipality or any other entity.

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