

THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 262 Session of 2019

INTRODUCED BY METZGAR, DUNBAR, RADER, T. DAVIS, GREINER, READSHAW, McNEILL, COX, MACKENZIE, MILLARD, HILL-EVANS, BARRAR, PICKETT AND LAWRENCE, JANUARY 29, 2019

REFERRED TO COMMITTEE ON FINANCE, JANUARY 29, 2019

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 inheritance tax, further providing for  
 11 inheritance tax rate.

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

14 Section 1. Section 2116(a)(2) of the act of March 4, 1971  
 15 (P.L.6, No.2), known as the Tax Reform Code of 1971, is amended  
 16 and the clause is amended 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.

22 (2) Inheritance tax upon the transfer of property passing to

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

4 \* \* \*

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

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