

THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL

No. 771 Session of 2021

INTRODUCED BY AUMENT, MARTIN, GORDNER, YUDICHAK, PITTMAN, BAKER, LAUGHLIN, PHILLIPS-HILL, ROBINSON, STEFANO AND J. WARD, JUNE 16, 2021

SENATOR HUTCHINSON, FINANCE, AS AMENDED, APRIL 13, 2022

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 corporate net income tax, providing for a
11 reduction in tax rate.

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

14 Section 1. Section 402(b) of the act of March 4, 1971
15 (P.L.6, No.2), known as the Tax Reform Code of 1971, is amended
16 to read:

17 Section 402. Imposition of Tax.--* * *

18 (b) The annual rate of tax on corporate net income imposed
19 by subsection (a) for taxable years beginning for the calendar
20 year or fiscal year on or after the dates set forth shall be as
21 follows:

22 Taxable Year Tax Rate

1 January 1, 1995, [and
 2 each taxable year
 3 thereafter] 9.99%
 4 January 1, 2022 2023, 8.99% <--
 5 January 1, 2023 2024, 7.99% <--
 6 January 1, 2024 2025, 6.99% <--
 7 January 1, 2025 2026, <--
 8 and for each
 9 taxable year
 10 thereafter; if the
 11 revenue generated
 12 at 6.99% in 2024 <--
 13 2025 equals or <--
 14 exceeds the
 15 Independent Fiscal
 16 Office revenue
 17 projections for the
 18 2024 2025 taxable <--
 19 year computed at a
 20 rate of 9.99%, 5.99%

21 * * *

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