

THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 2204 Session of
2024

INTRODUCED BY SCIALABBA, STAATS, MALONEY, KRUPA, HAMM, MARCELL,
STAMBAUGH, BANTA, R. MACKENZIE, LEADBETER AND BERNSTINE,
APRIL 16, 2024

REFERRED TO COMMITTEE ON FINANCE, APRIL 16, 2024

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 transfers not subject to tax.

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

14 Section 1. Section 2111 of the act of March 4, 1971 (P.L.6,
15 No.2), known as the Tax Reform Code of 1971, is amended by
16 adding a subsection to read:

17 Section 2111. Transfers Not Subject to Tax.--* * *

18 (v) The transfer of ownership of amounts in a qualified
19 tuition program to the designated beneficiary or, in the case of
20 a designated beneficiary who is under 18 years of age, the
21 parent or guardian of the designated beneficiary. For the
22 purposes of this subsection:

1 (1) The term "qualified tuition program" shall have the same
2 meaning as provided in section 529(b)(1) of the Internal Revenue
3 Code of 1986, as amended.

4 (2) The term "designated beneficiary" shall have the same
5 meaning as provided in section 529(e)(1) of the Internal Revenue
6 Code of 1986, as amended.

7 Section 2. This act shall apply to estates of decedents
8 dying after November 6, 2023.

9 Section 3. This act shall take effect immediately.