

THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL

No. 513 Session of 2017

INTRODUCED BY MENSCH, BARTOLOTTA, GREENLEAF, BROOKS, DiSANTO, FOLMER, WAGNER, VOGEL, STEFANO, AUMENT, HUTCHINSON, WARD AND MARTIN, MARCH 16, 2017

REFERRED TO FINANCE, MARCH 16, 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 tax, further providing for
 11 imposition of tax; and freezing certain funds for programs.

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

14 Section 1. Section 302 of the act of March 4, 1971 (P.L.6,
 15 No.2), known as the Tax Reform Code of 1971, is amended to read:

16 Section 302. Imposition of Tax.--(a) Every resident
 17 individual, estate or trust shall be subject to, and shall pay
 18 for the privilege of receiving each of the classes of income
 19 hereinafter enumerated in section 303, a tax upon each dollar of
 20 income received by that resident during that resident's taxable
 21 year at the rate [of three and seven hundredths per cent] as
 22 prescribed under subsection (c).

1 (b) Every nonresident individual, estate or trust shall be
2 subject to, and shall pay for the privilege of receiving each of
3 the classes of income hereinafter enumerated in section 303 from
4 sources within this Commonwealth, a tax upon each dollar of
5 income received by that nonresident during that nonresident's
6 taxable year at the rate [of three and seven hundredths per
7 cent] as prescribed under subsection (c).

8 (c) The rate of tax to be imposed under this section shall
9 be as follows:

10 (1) For taxable years ending December 31, 2017, three and
11 seven hundredths per cent.

12 (2) For taxable years beginning after December 31, 2017, two
13 and ninety-nine hundredths per cent.

14 Section 2. Any State funds appropriated for the following
15 programs under a general appropriation act in 2014, and not
16 encumbered by the effective date of this section, may not be
17 encumbered and shall remain in the General Fund to effectuate
18 the amendment of section 302 of the act:

- 19 (1) Opportunity Grant Program.
- 20 (2) Infrastructure Development.
- 21 (3) Community Conservation and Employment.
- 22 (4) Infrastructure and Facilities Improvement Grant.
- 23 (5) Economic Advancement.
- 24 (6) Community and Regional Development.
- 25 (7) World Trade PA.
- 26 (8) Cultural Exhibitions and Expositions.
- 27 (9) Base Realignment and Closure.
- 28 (10) Workforce Leadership Grants.
- 29 (11) Emergency Responders Resources and Training.
- 30 (12) Family Savings Accounts.

- 1 (13) Local Government Resources and Development.
- 2 (14) Tourism - Accredited Zoos.
- 3 (15) Community Revitalization.
- 4 (16) Urban Development.
- 5 (17) Community and Business Assistance.
- 6 (18) Economic Growth and Development Assistance.
- 7 (19) Community and Municipal Facilities Assistance.
- 8 (20) Market Development.
- 9 (21) Super Computer Center.
- 10 (22) Infrastructure Technical Assistance.
- 11 (23) Minority Business Development.
- 12 (24) Fay Penn.
- 13 (25) Tourist Product Development.
- 14 (26) Manufacturing and Business Assistance.
- 15 (27) PENNTAP.
- 16 (28) Agile Manufacturing.
- 17 (29) Powdered Metals.
- 18 (30) Regional Development Initiatives.
- 19 (31) Digital and Robotic Technology.
- 20 (32) Cultural Activities.

21 Section 3. This act shall take effect immediately.