

No. 183

AN ACT

HB 1419

Amending the act of July 15, 1897 (P.L.292), entitled "An act to provide revenue by taxation," increasing the rate of the tentative and annual tax on shares of capital stock of banks and savings institutions.

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

Section 1. Clause 1 of section 1, act of July 15, 1897 (P.L.292), entitled "An act to provide revenue by taxation," amended December 29, 1967 (P.L.908), is amended to read:

Section 1. Be it enacted, &c., That from and after the passage of this act,

1. Every bank or savings institution having capital stock, incorporated by or under any law of this Commonwealth or under any law of the United States, and located within this Commonwealth, shall, on or before the fifteenth day of April in each and every year up to and including the year one thousand nine hundred sixty-one, make to the Department of Revenue a report in writing, verified as required by law, setting forth the full number of shares of the capital stock subscribed for or issued, as of the preceding thirty-first day of December, by such bank or savings institution having capital stock, and the actual value thereof as of the preceding thirty-first day of December, which actual value shall be ascertained as hereinafter provided. For the calendar year beginning the first day of January, one thousand nine hundred sixty-one, and each year thereafter, such bank or savings institution having capital stock shall, on or before the fifteenth day of April of the year one thousand nine hundred sixty-one, and of every year thereafter, make to the Department of Revenue a report, in writing, verified as required by law, setting forth the full number of shares of the capital stock subscribed for or issued, as of the preceding first day of January, by such bank or savings institution having capital stock, and the actual value thereof as of the preceding first day of January, which actual value shall be ascertained as hereinafter provided. It shall be the duty of the Department of Revenue to assess such shares for taxation for the calendar years ending December thirty-first, one thousand nine hundred thirty-six, December thirty-first, one thousand nine hundred thirty-seven, December thirty-first, one thousand nine hundred thirty-eight, December thirty-first, one thousand nine hundred thirty-nine, December thirty-first, one thousand nine hundred forty, December thirty-first, one thousand nine hundred forty-one, and December thirty-first, one thousand nine hundred forty-two, at the rate of eight mills upon each dollar of the actual value thereof, and thereafter for each year to and including the calendar year ending December

thirty-first, one thousand nine hundred fifty-eight, at the rate of four mills upon each dollar of the actual value thereof; and for the calendar years ending December thirty-first, one thousand nine hundred fifty-nine and December thirty-first, one thousand nine hundred sixty, and for the calendar year beginning the first day of January, one thousand nine hundred sixty-one, and each year thereafter, to and including the calendar year ending December thirty-first, one thousand nine hundred sixty-six, at the rate of eight mills upon each dollar of the actual value thereof and for the calendar year beginning the first day of January, one thousand nine hundred sixty-seven, and each year thereafter *to and including the calendar year ending December thirty-first, one thousand nine hundred sixty-eight*, at the rate of ten mills upon each dollar of actual value thereof *and for the calendar year beginning the first day of January, one thousand nine hundred sixty-nine, and each year thereafter, at the rate of thirteen mills upon each dollar of actual value thereof*, the actual value of each share of stock to be ascertained and fixed by adding together the amount of capital stock paid in, the surplus, and undivided profits, and dividing this amount by the number of shares. It shall be the duty of every bank or savings institution having capital stock, at the time of making every report required by this section, to compute the tax and to pay the amount of said tax to the State Treasurer, through the Department of Revenue either from its general fund, or from the amount of said tax collected from its shareholders: Provided, That for the calendar year beginning the first day of January, 1961, and each year thereafter, such bank or savings institution having capital stock, upon the date its report, herein required is made for such calendar year beginning the first day of January, one thousand nine hundred sixty-one, and each year thereafter, shall pay to the Department of Revenue not less than eighty per centum (80%) of the tax due to the Commonwealth by it for such calendar year, and the remaining tax due shall be paid at the time when the report herein required for the year next succeeding is made: Provided, That in case any bank or savings institution having capital stock, incorporated under the law of this State or of the United States, shall collect, annually, from the shareholders thereof said tax of eight mills [or], four mills, [or] ten mills, *or thirteen mills*, as the case may be, on the dollar upon the actual value of all the shares of stock of said bank or savings institution, according to the provisions of this act, that have been subscribed for or issued, and pay the same into the State Treasury, through the Department of Revenue, the shares, and so much of the capital and profits of such bank or savings institution having capital stock as shall not be invested in real estate, shall be exempt from local taxation under the laws of this Commonwealth; and such bank or savings institution having capital stock shall not be required to make any report to the local assessor or county commissioners, of its personal property owned by it in its own right for purposes of taxation and shall not be required to pay any tax thereon.

Section 2. This act shall take effect immediately and shall impose the increased tax rate for the calendar year beginning January 1, 1969, and each year thereafter, but the balance of the amount due based on the increased rate for the year 1969 shall be payable on April 15, 1970.

APPROVED—The 31st day of December, A. D. 1969.

RAYMOND P. SHAFER

The foregoing is a true and correct copy of Act of the General Assembly No. 183.



Joseph P. Kelly, Jr.
Secretary of the Commonwealth.