

THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL

NO. 2
Session of 2023

INTRODUCED BY _____ November 2, 2023

REFERRED TO SENATE EDUCATION COMMITTEE

Eliminating School Property Tax for Seniors

This legislation will eliminate the existing School Property Taxes for homeowners over age 65.

Revenue will be replaced by increasing the following existing taxes:

- State Sales and Use Tax increases from 6 percent to 7 percent
- Personal Income Tax increases from 3.07 percent to 3.25 percent
- Real Estate Transfer Tax from 2% to 2.5%, increasing the share dedicated to the municipality and school district from 1% to 1.5%

It will also expand the list of existing items covered under the Sales and Use Tax to include these currently exempt products and services:

- Food items that are not on the Women, Infant and Children program food list
- Clothing and footwear
- Over-the-counter drugs
- Professional services