

THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL

No. 1149 Session of 2024

INTRODUCED BY MASTRIANO, BROOKS, VOGEL, BARTOLOTTA, COSTA AND BAKER, APRIL 22, 2024

SENATOR HUTCHINSON, FINANCE, AS AMENDED, MAY 1, 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 personal income tax, further providing for
11 classes of income.

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

14 ~~Section 1. Section 303 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 303. Classes of Income. \* \* \*~~

18 ~~(a.11) An amount received from the Federal or State~~
19 ~~Government or Norfolk Southern Railway, or an agent thereof, as~~
20 ~~a result of the train derailment that occurred in East~~
21 ~~Palestine, Ohio, on February 3, 2023, shall be deductible from~~
22 ~~taxable income on the annual personal income tax return. The~~

1 ~~deduction shall not result in taxable income being less than~~  
2 ~~zero.~~

3 \* \* \*

4 SECTION 1. SECTION 303(A.7) OF THE ACT OF MARCH 4, 1971 <--  
5 (P.L.6, NO.2), KNOWN AS THE TAX REFORM CODE OF 1971, IS AMENDED  
6 BY ADDING A PARAGRAPH TO READ:

7 SECTION 303. CLASSES OF INCOME.--\* \* \*

8 (A.7) THE FOLLOWING APPLY:

9 \* \* \*

10 (7) AN AMOUNT RECEIVED FROM THE FEDERAL OR STATE GOVERNMENT  
11 OR NORFOLK SOUTHERN RAILWAY, OR AN AGENT THEREOF, AS A RESULT OF  
12 THE TRAIN DERAILMENT THAT OCCURRED IN EAST PALESTINE, OHIO, ON  
13 FEBRUARY 3, 2023, SHALL NOT BE CONSIDERED INCOME SUBJECT TO THE  
14 TAX IMPOSED BY THIS ARTICLE.

15 \* \* \*

16 Section 2. ~~This act~~ THE ADDITION OF SECTION 303(A.7) (7) OF <--  
17 THE ACT shall apply to taxable years commencing after December  
18 31, 2022.

19 Section 3. This act shall take effect immediately.