

FISCAL NOTE

April 29, 2025

Bill No:	SB 473	Printer's No:	428	Sponsor:	Phillips-Hill
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COST / (SAVINGS)

Fund (s)	2024-25	2025-26
General Fund	No fiscal impact	\$39.4 million
Public Transportation Assistance Fund	No fiscal impact	\$0.4 million
Public Transportation Trust Fund	No fiscal impact	\$2.9 million
Tourism Promotion Fund	No fiscal impact	Nominal fiscal impact
Total	No fiscal impact	\$42.7 million

SUMMARY: This bill amends the Tax Reform Code of 1971, in sales and use tax, further providing for discount.

ANALYSIS: SB 473 changes the discount for Sales and Use Tax (SUT) collection for licensees to:

- One percent of the amount of the tax collected on the first \$1 million, and
- One quarter percent of the amount of the tax collected on taxable revenue in excess of \$1 million.

Currently, licenses receive a discount of the lesser of:

- One percent of the amount of the tax collected, or
- \$25 per return for monthly filers, \$75 per return for quarterly filers, or \$150 per return for semiannual filers.

This act shall take effect in 60 days.

FISCAL IMPACT: This bill carries a fiscal impact of \$42.7 million in 2025-26 and \$38.3 million in 2026-27, continuing in out years.

Fiscal Year	Non-Motor Vehicle SUT	Motor Vehicle SUT	Public Transportation Assistance Fund	Public Transportation Trust Fund	Total
2024-25	No fiscal impact	No fiscal impact	No fiscal impact	No fiscal impact	No fiscal impact
2025-26	\$40.6 million	(\$1.2 million)	\$0.4 million	\$2.9 million	\$42.7 million
2026-27	\$36.2 million	(\$1.2 million)	\$0.4 million	\$2.9 million	\$38.3 million
2027-28	\$37.4 million	(\$1.2 million)	\$0.4 million	\$2.9 million	\$39.5 million
2028-29	\$38.7 million	(\$1.3 million)	\$0.4 million	\$3.0 million	\$40.8 million
2029-30	\$40.0 million	(\$1.3 million)	\$0.4 million	\$3.1 million	\$42.2 million

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Implementation can be absorbed by the Department of Revenue (DOR) in the normal course of business. The Tourism Promotion Fund would see an additional nominal fiscal impact due to required deposits under Act 109 of 2018. This bill would also impact Philadelphia County and Allegheny County local distributions.