

House Bill 13: "The School Property Tax Elimination Act"

Benefits for Owners, Renters, Small Business

- 🏠 Eliminates school property tax
- ⬇️ Rent reduction
- 📉 Lower mortgage escrow payments
- 🏠 Lower closing costs
- 🔧 No penalty for prop improvement
- 🏢 Attract businesses and jobs
- 👤 Zero lost homes

Funding

\$16B in Sales/Income taxes
replaces \$16B in school property taxes

SALES & USE TAX (SUT)

- + Additional 2% rate (to 8%)
- + Food/Clothing at 2% rate
- 🟡 No tax on WIC/SNAP purchases
- 📍 Stays local (county)

INCOME TAX (PIT)

- + Addt'l 1.85% rate (to 4.92%)
- + Non-SS Retirement as income
- ✅ No tax on Social Security
- ✅ No tax on your contributions
- ✅ No tax on military pensions
- 📍 Stays local (school district)

Funds increase with economy
without raising rates

Economic Factors

School Property Taxes:

- ⊖ Are regressive
- 📈 Grow faster than inflation
- ♿️ Unfairly burden seniors

Economy/Demographics:

- 🚚 Ages 0-64 shrinking/leaving PA
- 💰 65+ population & costs growing
- 👤 Prop taxes stifle economy

Benefits for Schools

- 💰 Rainy day savings cap removed
- 📍 Local funds, local control
- 🆘 Creates \$500M+ emergency fund
- 🤝 No grief over property taxes
- 🛑 Curbs unfunded mandates

Unsustainable Options

- ⊘ Keep the school property tax
- ⊘ Dump costs on working families
- ⊘ "Relief" instead of Elimination



Estimate your own tax impact:
<https://NoProp.Tax/calc>

Fairness:

School property taxes are **regressive**, NOT based on **ability to pay**, and rates must be **increased each year**.

Sales/Income taxes are **fair**: If you **make/spend more**, you contribute **more to school funding**

PA's **most vulnerable** are **protected** with Income Tax Forgiveness and HB13 exclusions (like SS and SNAP)

Seniors as a whole save 50%, a majority save significantly, and those on Social Security alone save the most.

