

106TH CONGRESS  
1ST SESSION

# H. R. 182

To clarify that retirement income from pension plans of the government of the Commonwealth of Puerto Rico shall be exempt from nonresident taxation in the same manner as State pension plans.

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## IN THE HOUSE OF REPRESENTATIVES

JANUARY 6, 1999

Mr. McCOLLUM introduced the following bill; which was referred to the  
Committee on Judiciary

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## A BILL

To clarify that retirement income from pension plans of the government of the Commonwealth of Puerto Rico shall be exempt from nonresident taxation in the same manner as State pension plans.

1       *Be it enacted by the Senate and House of Representa-*  
2       *tives of the United States of America in Congress assembled,*

3       **SECTION 1. SHORT TITLE.**

4       This Act may be cited as the “Puerto Rican Source  
5       Tax Fairness Act.”

1 **SEC. 2. CLARIFICATION OF TREATMENT OF PENSION**  
2 **PLANS OF PUERTO RICO AS GOVERNMENTAL**  
3 **PLANS FOR PURPOSES OF LIMITATION ON**  
4 **STATE INCOME TAXATION OF PENSION IN-**  
5 **COME.**

6 (a) IN GENERAL.—Subparagraph (G) of section  
7 114(b)(1) of title 4, United States Code (relating to limi-  
8 tation on State income taxation of certain pension in-  
9 come), is amended by striking “of such Code” and insert-  
10 ing “of such Code, determined by treating the Common-  
11 wealth of Puerto Rico as a State”.

12 (b) EFFECTIVE DATE.—The amendment made by  
13 subsection (a) shall apply to amounts received after the  
14 date of the enactment of this Act.

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