RESOLUTION NO. 716
BOROUGH OF MALVERN
CHESTER COUNTY, PENNSYLVANIA

A RESOLUTION OF THE MALVERN BOROUGH COUNCIL
REQUESTING AN AMENDMENT TO THE STERLING ACT TO
REQUIRE THAT UP TO ONE PERCENT OF PHILADELPHIA WAGE
TAX PAID BY NON-RESIDENTS OF PHILADELPHIA BE REMITTED
TO THE MUNICIPALITY IN WHICH THE TAXPAYER RESIDES

WHEREAS, the Borough of Malvern has enacted an earned income tax ("EIT") in accordance with the Pennsylvania Local Tax Enabling Act; and

WHEREAS, the Borough of Malvern relies on the revenue generated by the EIT to provide essential services to its residents and taxpayers; and

WHEREAS, the City of Philadelphia, pursuant to the Sterling Act of 1932, enacted an income tax, also known as a wage tax, on both residents and non-residents of Philadelphia employed in Philadelphia; and

WHEREAS, the Sterling Act, unlike the Local Tax Enabling Act, does not require Philadelphia to remit any portion of the wage tax to the municipality in which the taxpayer resides; and

WHEREAS, as a result of this inequity in the Sterling Act, the Borough of Malvern is deprived of annual revenue in EIT;

NOW, THEREFORE, the Borough Council of the Borough of Malvern, Chester County hereby RESOLVES to formally request the Governor of the Commonwealth of Pennsylvania and the Senators and Representatives of the General Assembly of Pennsylvania to amend the Sterling Act to require that an amount up to One Percent of the non-resident Philadelphia Wage Taxes paid by non-residents of Philadelphia be remitted to the municipality in which the taxpayer resides.

SO RESOLVED this 19th day of July, 2016.

Passed by Borough Council this 19th day of July, 2016.

[Signature]
David G. Bramwell, President

Approved by the Mayor, this 19th day of July, 2016.

[Signature]
David B. Burton, Mayor

Enacted, this 19th day of July, 2016.

[Signature]
Christopher Bashore, Secretary