

**LANGHORNE MANOR BOROUGH
BUCKS COUNTY, PENNSYLVANIA**

ORDINANCE NO. 2025-02

AN ORDINANCE OF LANGHORNE MANOR BOROUGH IMPOSING A TAX FOR GENERAL REVENUE PURPOSES ON EARNED INCOME OF RESIDENTS OF LANGHORNE MANOR BOROUGH, BUCKS COUNTY, PENNSYLVANIA AND EARNED INCOME EARNED BY NON-RESIDENTS OF LANGHORNE MANOR BOROUGH, BUCKS COUNTY, PENNSYLVANIA, FOR WORK ON, OR SERVICES PERFORMED OR RENDERED IN SAID BOROUGH, REQUIRING THE FILING OF DECLARATIONS AND RETURNS, AND THE GIVING OF INFORMATION BY EMPLOYERS AND OTHERS SUBJECT TO THE TAX, IMPOSING ON EMPLOYERS THE DUTY OF COLLECTING THE TAX AT THE SOURCE, PROVIDING FOR THE ADMINISTRATION AND ENFORCEMENT OF THE ORDINANCE AND IMPOSING PENALTIES FOR VIOLATION THEREOF

IT IS HEREBY ORDAINED AND ENACTED by the Borough Council of Langhorne Manor Borough, pursuant to the provisions of the Local Tax Enabling Act, Act No. 511 of 1965 and amendments, as follows:

§ 1. Definitions.

All terms as are defined in the Local Tax Enabling Act, 53 P.S. § 6924.101 *et seq.*, shall have the meanings set forth therein. Further, the following words and terms used in this Ordinance shall have the meanings as defined herein:

ASSOCIATION - A partnership, limited partnership, or any other form of unincorporated enterprise owned by two or more persons.

BUSINESS - An enterprise, activity, profession or any other undertaking of an unincorporated nature conducted for profit or ordinarily conducted for profit, whether by a person, partnership, association or any other entity.

BUSINESS ENTITY – A sole proprietorship, corporation, joint-stock association or company, partnership, limited partnership, limited liability company, association, business trust, syndicate or other commercial or professional activity organized under the laws of the Commonwealth or any other jurisdiction.

COLLECTOR – The Tax Officer for the administration and collection of the earned income tax of the Borough appointed and acting pursuant to the various provisions of the Local Tax Enabling Act and this Ordinance.

CURRENT YEAR - The calendar year for which the tax is levied.

DOMICILE – The place where one lives and has his permanent home, and to which he has the intention of returning whenever he is absent. Actual residence is not necessarily domicile, for domicile is the fixed place of abode which, in the intention of the taxpayer, is permanent rather than transitory. Domicile is the voluntary fixed place of habitation of a person, not for a mere special or limited purpose, but with the present intention of making a permanent home, until some event occurs to induce him to adopt some other permanent home. In the case of businesses, or association, the domicile is considered as the center of business affairs and the place where functions are discharged.

EARNED INCOME – The compensation as required to be reported to or as determined by the Department of Revenue under section 303 of the act of March 4, 1971 (P.L. 6, No. 2), known as the Tax Reform Code of 1971, and rules and regulations promulgated under that section. Employee business expenses as

reported to or determined by the Department of Revenue under Article III of the Tax Reform Code of 1971 shall constitute allowable business deductions in determining earned income. The term does not include offsets for business losses. The amount of any housing allowance provided to a member of the clergy shall not be taxable as earned income. Earned income shall not include any wages or compensation paid by the United States to any person for active service in the military of the United States or the Commonwealth of Pennsylvania or any other state for such service.

EMPLOYER - A person, partnership, association, corporation, institution, governmental body or unit or agency or any other entity employing one or more persons for a salary, wage, commission or other compensation. The term includes the Commonwealth, a political subdivision, and an instrumentality or public authority of either. For purposes of penalties under this Ordinance, the term includes a corporate officer.

LOCAL TAX ENABLING ACT – Act of December 31, 1965, P.L. 1257, 53 P.S. § 6924.101 *et seq.*, and any amendments thereto.

NET PROFITS – The net income from the operation of a business other than a corporation, as required to be reported to or as determined by the Department of Revenue under section 303 of the act of March 4, 1971 (P.L. 6, No. 2) known as the Tax Reform Code of 1971, and rules and regulations promulgated under that section. The term does not include income under any of the following paragraphs:

- (1) Income which:
 - (i) is not paid for services provided; and
 - (ii) is in the nature of earnings from an investment;

- (2) Income which represents:
 - (i) any gain on the sale of farm machinery;
 - (ii) any gain on the sale of livestock held 12 months or more for draft, breeding or dairy purposes; or
 - (iii) any gain on the sale of other capital assets of a farm.

NONRESIDENT - A person or business domiciled outside of the limits of the Langhorne Manor Borough.

PERSON- A natural person, partnership, corporation, fiduciary, or association. Whenever used in any section prescribing and imposing a penalty, the term “person” as applied to associations, shall mean the partners or members thereof, and as applied to corporations, the officers thereof.

PRECEDING YEAR – The calendar year before the current year.

RESIDENT - A person or business domiciled in Langhorne Manor Borough.

SUCCEEDING YEAR – The calendar year following the current year.

TAXPAYER - A person or business required under this Ordinance and the Local Tax Enabling Act to file a return of the earned income and net profits tax or to pay the earned income and net profits tax.

TAX RETURN – A form prescribed by the Collector for reporting the amount of tax or other amount owed or required to be withheld, remitted, or reported pursuant to this Ordinance or the Local Tax Enabling Act.

TCC – The Bucks County Tax Collection Committee.

TCD – Any tax collection district to which the Borough or any part of the Borough is assigned under the Local Tax Enabling Act.

§ 2. Tax imposed.

A. A tax for general revenue purposes in the amount of one-half of 1% (.005%) is hereby imposed, effective January 1, 2026, and continuing thereafter, on the following:

- (1) Earned income earned by residents of Langhorne Manor Borough.
- (2) Earned income earned by nonresidents of Langhorne Manor Borough for work done or services performed or rendered within the limits of Langhorne Manor Borough.
- (3) Net profits from unincorporated business activities conducted by residents of Langhorne Manor Borough.
- (4) Net profits from unincorporated business activities conducted by nonresidents within the limits of Langhorne Manor Borough.

B. The tax is imposed under the authority of the Local Tax Enabling Act, and all provisions thereof that relate to a tax on earned income or net profits are incorporated into this Ordinance. Any future amendments to the Local Tax Enabling Act that are required to be applied to a tax on earned income or net profits will automatically become part of this Ordinance upon the effective date of such amendment, without the need for formal amendment of this Ordinance, to the maximum extent allowed by 1 Pa. C.S.A. § 1937.

C. The tax shall be collected and administered in accordance with (1) all applicable laws and regulations; and (2) policies and procedures adopted by the TCC or by the Collector. This includes any regulations, policies, and procedures adopted in the future to the maximum extent allowed by 1 Pa. C.S.A. § 1937.

§ 3. Declaration and payment of tax.

Every resident receiving earned income or earning net profits in any tax year shall file tax returns and pay tax in accordance with the Local Tax Enabling Act and this Ordinance.

§ 4. Employer withholding, remittance, and tax returns

Every employer shall register, withhold, and remit tax, and file tax returns in accordance with the Local Tax Enabling Act and this Ordinance.

§ 5. Tax Collector.

The tax shall be collected from residents and employers by Collector, pursuant to the powers and duties of the Tax Officer enumerated in the Local Tax Enabling Act.

§ 6. Interest and penalties.

Residents and employers are subject to interest, penalties, costs, and fines in accordance with the Local Tax Enabling Act, including costs imposed by the Collector in accordance with authorization by the TCC having jurisdiction.

§ 7. Effective date; continuation of provisions.

PART 1. This Ordinance shall become effective on the 1st day of January, 2026 and shall remain in full force and effect for the fiscal year 2026. Thereafter, this Ordinance shall remain in full force and effect on

a calendar-year basis without annual reenactment until the specific repeal of this Ordinance by the Council of Langhorne Manor Borough.

PART 2: Except as set forth hereafter, all ordinances or parts of ordinances which are inconsistent herewith are hereby repealed.

PART 3: The tax imposed by this Ordinance shall be effective on January 1, 2026 and all calendar years thereafter unless repealed or modified by a subsequent ordinance enacted by the Borough Council.

PART 4: The provisions of this Ordinance are severable, and if any sections, sentences, clauses, parts or provisions thereof shall be held illegal, invalid or unconstitutional by any Court of competent jurisdiction, such decision of the Court shall not affect or impair the remaining sections, sentences, clauses, parts or provisions of this Ordinance. It is hereby declared to be the intent of the Borough Council that this Ordinance would have been adopted as if such illegal, invalid or unconstitutional, sections, sentences, clauses, parts or provisions had not been included therein.

ORDAINED AND ENACTED by the Borough Council of Langhorne Manor Borough, Bucks County, Pennsylvania.

Enacted this 9th day of September, 2025.

ATTEST:



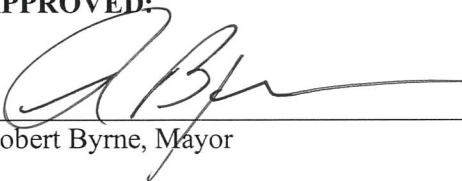
Bonnie McGoldrick, Secretary

LANGHORNE BOROUGH COUNCIL



Nick Pizzola, President

APPROVED:



Robert Byrne, Mayor

(SEAL)

