THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 1669 Session of 2023

INTRODUCED BY ORTITAY, PICKETT, HANBIDGE, SHUSTERMAN AND CIRESI, SEPTEMBER 12, 2023

REFERRED TO COMMITTEE ON LOCAL GOVERNMENT, SEPTEMBER 12, 2023

AN ACT

- 1 Amending Title 64 (Public Authorities and Quasi-Public
- 2 Corporations) of the Pennsylvania Consolidated Statutes, in
- 3 Commonwealth Financing Authority, establishing the PA Sewer
- 4 Repair Program; and making an appropriation.
- 5 The General Assembly of the Commonwealth of Pennsylvania
- 6 hereby enacts as follows:
- 7 Section 1. Title 64 of the Pennsylvania Consolidated
- 8 Statutes is amended by adding a section to read:
- 9 § 1559. PA Sewer Repair Program.
- 10 <u>(a) Establishment.--The PA Sewer Repair Program is</u>
- 11 <u>established</u>. The program shall provide financial assistance in
- 12 the form of single-year or multiyear grants to municipalities
- 13 and municipal authorities for sewer projects which, when
- 14 completed, construct, improve, expand, rehabilitate or repair
- 15 <u>sanitary sewer system projects.</u>
- 16 (b) Application. -- A municipality or a municipal authority
- 17 may submit an application to the authority requesting financial
- 18 <u>assistance for a sanitary sewer system project. The application</u>
- 19 must be on the form required by the board and must include or

1 demonstrate all of the following: (1) The name and address of the applicant. 2 (2) A statement of the type and amount of financial 3 assistance sought. If the applicant is requesting financial 4 assistance in the form of a grant, the request may not exceed 5 75% of the cost of the sanitary sewer system project. 6 (3) A statement of the sanitary sewer system project, 7 including a detailed statement of the cost of the sanitary 8 9 sewer system project. (4) Proof that the cost of the sanitary sewer system 10 project is not less than \$1,000,000. 11 (5) A financial commitment from a responsible source for 12 any cost of the sanitary sewer system project in excess of 13 14 the amount requested. If the applicant is requesting 15 financial assistance in the form of a grant from the department, the financial commitment may not be in the form 16 17 of a grant from a Commonwealth agency. 18 (6) A firm commitment from the project user to use the 19 sanitary sewer system upon completion. 20 (7) Proof that the applicant has secured planning and permit approvals for the sanitary sewer system from the 21 22 Department of Environmental Protection. 23 (8) Any other information required by the board. 24 (c) Review and approval of grant applications. --25 (1) If an applicant is requesting financial assistance 26 in the form of a grant, the authority, in conjunction with 27 the Department of Environmental Protection, shall review the

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(i) If there is a financial commitment for at least

application to determine all of the following:

25% of the sanitary sewer system project.

1	(ii) If the source of the financial commitment is
2	from a responsible source.
3	(iii) If the applicant is firmly committed to using
4	the sanitary sewer system project upon completion.
5	(iv) If the applicant has secured planning and
6	permit approvals for the sanitary sewer system project
7	from the Department of Environmental Protection. The
8	sanitary sewer system project must be generally
9	consistent with any applicable county or local
10	comprehensive plans.
11	(v) If the applicant complied with all other
12	criteria established by the board.
13	(2) Upon being satisfied that all program requirements
14	have been met, the authority may approve the application
15	consistent with all of the following:
16	(i) The grant may not exceed \$10,000,000 per
17	sanitary sewer system project.
18	(ii) Grants under this program shall not exceed
19	\$10,000,000 in the aggregate per municipality or
20	municipal authority.
21	(iii) The aggregate amount of grants awarded under
22	this subsection shall not exceed \$250,000,000.
23	(iv) The board shall give priority consideration to
24	sanitary sewer system projects which are integral for
25	development or redevelopment of sites which are planned
26	for development.
27	(v) The board has received notice from the Secretary
28	of the Budget that the sanitary sewer system project
29	satisfies the Federal tax status requirements of any
30	bonds used to fund the grant.

- 1 (3) If the authority approves the application, the
- 2 <u>authority shall notify the department of the amount approved.</u>
- 3 (d) Appropriation. -- The sum of \$1,000,000,000 shall be
- 4 appropriated from the Budget Stabilization Reserve Fund to the
- 5 <u>authority to provide financial assistance under the program.</u>
- 6 (e) Report to General Assembly. --
- 7 (1) The authority shall submit an annual report to the
- 8 <u>General Assembly no later than September 1 following the</u>
- 9 first fiscal year or any portion thereof in which the program
- is in effect and no later than September 1 for all succeeding
- fiscal years in which the program is in effect. The report
- shall include a list of all of the recipients of grants
- awarded by the authority in the previous fiscal year, the
- 14 <u>amount of the grants awarded, a description of the sanitary</u>
- sewer system project and the public purposes that the
- sanitary sewer system project advances.
- 17 (2) The authority shall post a copy of the report to the
- 18 General Assembly on the publicly accessible Internet website
- of the department and the publicly accessible Internet
- 20 website of the Department of Environmental Protection. The
- 21 reports shall remain on the sites until the reports for the
- 22 next year are posted.
- 23 Section 2. This act shall take effect in 60 days.