## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

No. 1806 Session of 2021

INTRODUCED BY GILLESPIE, MILLARD, MOUL, ROWE, SAYLOR AND JOZWIAK, AUGUST 24, 2021

REFERRED TO COMMITTEE ON LOCAL GOVERNMENT, AUGUST 24, 2021

## AN ACT

Amending Title 53 (Municipalities Generally) of the Pennsylvania 1 Consolidated Statutes, in municipal authorities, further providing for purposes and powers. 3 4 The General Assembly of the Commonwealth of Pennsylvania hereby enacts as follows: 6 Section 1. Section 5607(a)(12)(i) and (b)(2)(i) of Title 53 7 of the Pennsylvania Consolidated Statutes are amended to read: 8 § 5607. Purposes and powers. Scope of projects permitted. -- Every authority incorporated under this chapter shall be a body corporate and 10 11 politic and shall be for the purposes of financing working capital; acquiring, holding, constructing, financing, improving, 12 maintaining and operating, owning or leasing, either in the 13 14 capacity of lessor or lessee, projects of the following kind and 15 character and providing financing for insurance reserves: \* \* \* 16 17 Facilities for generating surplus electric power

which are related to incinerator plants, dams, water supply

18

- 1 works, water distribution systems or sewage treatment plants
- 2 pursuant, where applicable, to section 3 of the Federal Power
- 3 Act (41 Stat. 1063, 16 U.S.C. § 796) and section 210 of the
- 4 Public Utility Regulatory Policies Act of 1978 (Public Law
- 5 95-617, 16 U.S.C. § 824a-3) or Title IV of the Public Utility
- 6 Regulatory Policies Act of 1978 (Public Law 95-617, 16 U.S.C.
- 7 §§ 2701 to 2708) if:
- 8 (i) electric power generated from the facilities is
- 9 sold or distributed [only] on a sale-for-resale basis to
- one or more entities authorized to sell electric power to
- 11 the public <u>or sold on a retail basis to commercial</u>,
- 12 governmental, institutional or industrial customers only;
- 13 \* \* \*
- 14 (b) Limitations.--This section is subject to the following
- 15 limitations:
- 16 \* \* \*
- 17 (2) The purpose and intent of this chapter being to
- 18 benefit the people of the Commonwealth by, among other
- things, increasing their commerce, health, safety and
- 20 prosperity and not to unnecessarily burden or interfere with
- 21 existing business by the establishment of competitive
- 22 enterprises, none of the powers granted by this chapter shall
- 23 be exercised in the construction, financing, improvement,
- 24 maintenance, extension or operation of any project or
- 25 projects or providing financing for insurance reserves which
- in whole or in part shall duplicate or compete with existing
- 27 enterprises serving substantially the same purposes. This
- limitation shall not apply to the exercise of the powers
- 29 granted under this section:
- 30 (i) for facilities and equipment for the collection,

removal or disposal of ashes, garbage, rubbish and other refuse materials by incineration, landfill or other methods, or to a facility for generating surplus electric power under section 5607(a)(12), if each municipality organizing or intending to use the facilities of an authority having such powers shall declare by resolution or ordinance that it is desirable for the health and safety of the people of such municipality that it use the facilities of the authority and state if any contract between such municipality and any other person, firm or corporation for the collection, removal or disposal of ashes, garbage, rubbish and other refuse material has by its terms expired or is terminable at the option of the municipality or will expire within six months from the date such ordinance becomes effective;

16 \* \* \*

17 Section 2. This act shall take effect in 60 days.