THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 499

Session of 2023

INTRODUCED BY SMITH, MARCH 17, 2023

REFERRED TO COMMITTEE ON LOCAL GOVERNMENT, MARCH 17, 2023

AN ACT

- 1 Amending Title 53 (Municipalities Generally) of the Pennsylvania
- 2 Consolidated Statutes, in general provisions relating to area
- government and intergovernmental cooperation, further
- 4 providing for definitions and providing for agreements with
- 5 community associations.
- 6 The General Assembly of the Commonwealth of Pennsylvania
- 7 hereby enacts as follows:
- 8 Section 1. Section 2302 of Title 53 of the Pennsylvania
- 9 Consolidated Statutes is amended by adding a definition to read:
- 10 § 2302. Definitions.
- 11 The following words and phrases when used in this subchapter
- 12 shall have the meanings given to them in this section unless the
- 13 context clearly indicates otherwise:
- 14 "Community association." A person or incorporated community
- 15 <u>under 68 Pa.C.S. Pt. II Subpts. B (relating to condominiums), C</u>
- 16 <u>(relating to cooperatives) and D (relating to planned</u>
- 17 <u>communities</u>) or a common interest community.
- 18 * * *
- 19 Section 2. Title 53 is amended by adding a section to read:
- 20 § 2310.1. Agreements with community associations.

- 1 (a) General rule. -- A municipality may, by ordinance or
- 2 resolution, enter into a joint agreement with a community
- 3 association for the joint purchases of materials, supplies and
- 4 equipment or any other lawful purpose. The ordinance or
- 5 resolution shall require that the community association shall be
- 6 bound by the terms and conditions of purchasing agreements which
- 7 the local government prescribes and that the community
- 8 <u>association be responsible for payment directly to the vendor</u>
- 9 <u>under each purchase contract. In the case of an agreement</u>
- 10 authorizing joint purchases or contracts to provide for the
- 11 construction, repair or maintenance of public and private
- 12 streets, real property, stormwater facilities or utilities, all
- 13 of the following shall apply:
- 14 <u>(1) Purchases under the agreement shall be exempt from</u>
- 15 <u>any existing statutory requirements governing competitive</u>
- 16 bidding.
- 17 (2) Costs shall be reasonably apportioned between the
- 18 municipality and community association according to the
- 19 benefit provided.
- 20 (3) Only the portion of the project appropriated to the
- 21 municipality under the agreement shall constitute a public
- work for the purposes of the act of August 15, 1961 (P.L.987,
- No.442), known as the Pennsylvania Prevailing Wage Act.
- 24 (b) Ethical standards. -- An elected or appointed municipal
- 25 official or municipal employee may not have an interest in a
- 26 contract or purchase under this section to the extent prohibited
- 27 in 65 Pa.C.S. Ch. 11 (relating to ethics standards and financial
- 28 disclosure).
- 29 Section 3. This act shall take effect in 60 days.