## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

No. 800

Session of 2015

INTRODUCED BY READSHAW, HARKINS, RAVENSTAHL, McNEILL, COHEN, THOMAS, DAVIS, DEASY, D. COSTA, D. MILLER AND DELUCA, MARCH 17, 2015

REFERRED TO COMMITTEE ON ENVIRONMENTAL RESOURCES AND ENERGY, MARCH 17, 2015

## AN ACT

- Amending the act of April 8, 1949 (P.L.418, No.58), entitled, 1 "An act to provide for and regulate the accumulation, 2 investment, and expenditure of funds by cities, boroughs, 3 incorporated towns and townships for preparing plans for sewage disposal systems, and for the construction, 4 5 improvement or replacement of sewage disposal systems for 6 which plans have been approved by the Sanitary Water Board of 7 the Commonwealth," further providing for definitions, for 8 creation of a Sewage Disposal System Fund and for expenditure 9 of fund; and making editorial changes. 10 11 The General Assembly of the Commonwealth of Pennsylvania 12 hereby enacts as follows: 13 Section 1. Section 1 of the act of April 8, 1949 (P.L.418, 14 No.58), entitled, "An act to provide for and regulate the 15 accumulation, investment, and expenditure of funds by cities, boroughs, incorporated towns and townships for preparing plans 16 17 for sewage disposal systems, and for the construction, 18 improvement or replacement of sewage disposal systems for which 19 plans have been approved by the Sanitary Water Board of the 20 Commonwealth," is amended to read:
- 21 Section 1. Definitions.--[As used in this act, the word or

- 1 phrase] The following words and phrases when used in this act
- 2 shall have the meanings given to them in this section unless the
- 3 context clearly indicates otherwise:
- 4 <u>"Department" means the Department of Environmental Protection</u>
- 5 of the Commonwealth.
- 6 "Municipality" means any city, borough, incorporated town, or
- 7 township.
- 8 "[Municipality] <u>Municipal</u> Authority" means a body politic and
- 9 corporate created pursuant to the provisions of the <u>former</u>
- 10 Municipality Authorities Act of 1945 [or], the former
- 11 Municipality Authorities Act of 1935[.] or 53 Pa.C.S. Ch. 56
- 12 <u>(relating to municipal authorities).</u>
- 13 <u>"Private Lateral Sewer Line" means a private sewer line</u>
- 14 <u>serving a structure or dwelling, carrying sewage wastes from the</u>
- 15 <u>structure or dwelling to a public sewer line.</u>
- 16 "Public Fund" means a sewage disposal system fund created,
- 17 invested and expended in accordance with this act.
- "Sewage Disposal System" means a system for the disposal of
- 19 sewage, including all pipes carrying the sewage and all sewage
- 20 treatment works.
- 21 ["Special Fund" means a sewage disposal system fund created,
- 22 invested and expended in accordance with this act.]
- "Sanitary Water Board" means the Sanitary Water Board of the
- 24 Commonwealth.
- 25 Section 2. Sections 2, 3, 4 and 6 of the act are amended to
- 26 read:
- 27 Section 2. Creation of a Sewage Disposal System Fund. -- Any
- 28 municipality shall have power to create a [special] <u>public</u> fund
- 29 and to accumulate therein moneys for expenditure in accordance
- 30 with the provisions of this act. Such [special] public fund may

- 1 consist of, (1) moneys transferred during any fiscal year from
- 2 appropriations made for any particular purpose, which may not be
- 3 needed, (2) surplus moneys in the general fund of the treasury
- 4 of the municipality at the end of any fiscal year, and (3)
- 5 moneys appropriated to the fund in the annual budget. All moneys
- 6 appropriated or transferred to this [special] <u>public</u> fund shall
- 7 be used only for the planning, construction, improvement or
- 8 replacement of a sewage disposal system: Provided, That no
- 9 moneys shall be used for any construction, improvement or
- 10 replacement unless the plans therefor have been approved by the
- 11 [Sanitary Water Board] department.
- 12 Section 3. Investment of Fund. -- The moneys in the fund shall
- 13 be kept separate and apart from any other fund, by the treasurer
- 14 of the municipality, and the moneys in the [special] <u>public</u> fund
- 15 may be invested by the corporate authorities of the municipality
- 16 in obligations issued by the United States of America and
- 17 general obligation bonds of the Commonwealth of Pennsylvania or
- 18 and political subdivision thereof. All income derived from any
- 19 investment of the said fund shall be paid into the [special]
- 20 <u>public</u> fund. The corporate authorities may sell any such
- 21 securities and reinvest the moneys in other securities, or
- 22 convert such securities into cash when the same may be needed
- 23 for expenditure under the provisions of this act.
- 24 Section 4. Expenditure of Fund.--
- 25 <u>(1)</u> The moneys in any such special fund may be expended by
- 26 the municipality singly, or jointly with the Federal Government,
- 27 the Commonwealth or any department or agency thereof, or with
- 28 one or more other municipalities or [municipality] municipal\_
- 29 authorities, only for preparing plans for a sewage disposal
- 30 system and for the construction, improvement or replacement of a

- 1 sewage disposal system for which plans have been approved by the
- 2 [Sanitary Water Board] <u>department</u>.
- 3 (2) Municipalities and municipal authorities shall have the
- 4 right, but not the duty, in its sole discretion, to use public
- 5 <u>funds for the improvement, extension, repair or rehabilitation</u>
- 6 of private lateral sewer lines connected to public sewer
- 7 systems, where the municipality or municipal authority
- 8 <u>determines that such activities will benefit the public sewer</u>
- 9 system. No municipality or municipal authority which has
- 10 completed such activities shall be deemed to be the owner of
- 11 <u>such private lateral sewer lines</u>, or to have any further
- 12 <u>responsibility to conduct such activities</u>, <u>unless a municipality</u>
- 13 or municipal authority makes an affirmative determination to
- 14 accept such obligations.
- 15 Section 6. Funds Heretofore Created. -- Where any municipality
- 16 has, prior to the effective date of this act, created a
- 17 [special] <u>public</u> fund, or set moneys aside, for construction of
- 18 a sewage disposal system, such action of the municipality is
- 19 hereby ratified, confirmed and validated, and the moneys in such
- 20 fund, or so set aside, shall be placed in a [special] public
- 21 fund, shall be invested and shall be expended only in accordance
- 22 with the provisions of this act.
- 23 Section 3. This act shall take effect in 60 days.