THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL

No. 1135 Session of 2022

INTRODUCED BY SAVAL, FONTANA, KANE, KEARNEY, MUTH, CAPPELLETTI, COSTA, HUGHES, COMITTA, STREET, TARTAGLIONE, HAYWOOD, COLLETT, BREWSTER, SCHWANK, L. WILLIAMS, SANTARSIERO, FLYNN, A. WILLIAMS, BOSCOLA AND BROWNE, MARCH 7, 2022

REFERRED TO URBAN AFFAIRS AND HOUSING, MARCH 7, 2022

AN ACT

- 1 Providing for funding to address habitability concerns in owner
 - occupied and rental units, measures to improve energy or
- water efficiency and make units accessible for individuals
- with disabilities; establishing the Whole-Home Repairs
- Program and the Whole-Home Repairs Fund; and imposing duties
- on the Department of Community and Economic Development.
- 7 The General Assembly of the Commonwealth of Pennsylvania
- 8 hereby enacts as follows:
- 9 Section 1. Short title.
- 10 This act shall be known and may be cited as the Whole-Home
- 11 Repairs Act.
- 12 Section 2. Definitions.
- 13 The following words and phrases when used in this act shall
- 14 have the meanings given to them in this section unless the
- 15 context clearly indicates otherwise:
- 16 "Affordable units." Units where rents are affordable to
- 17 tenants at or below 60% of area median income, adjusted for
- 18 household size, as defined annually by the Pennsylvania Housing
- 19 Finance Agency's PennHOMES County-wide Limits.

- 1 "Code." A building, housing, property maintenance, fire,
- 2 health or other public safety ordinance, related to the use or
- 3 maintenance of real property, enacted by a municipality. The
- 4 term does not include a subdivision and land development
- 5 ordinance or a zoning ordinance enacted by a municipality.
- 6 "County applicant." A nonprofit or governmental entity that
- 7 serves one or more counties.
- 8 "Court." The appropriate court of common pleas.
- 9 "Department." The Department of Community and Economic
- 10 Development of the Commonwealth.
- "Disabilities." As the term "handicap or disability" is
- 12 defined in section 4 of the act of October 27, 1955 (P.L.744,
- 13 No.222), known as the Pennsylvania Human Relations Act.
- "Existing home repair programs." Programs administered by
- 15 nonprofit organizations, governmental entities and public
- 16 utilities, or the contractors and assignees of such entities,
- 17 that provide services to repair residential housing that are
- 18 funded in accordance with or through, but not exclusively
- 19 limited to, the following programs:
- 20 (1) The weatherization assistance programs administered
- 21 as a part of the programs authorized under the Low-Income
- Home Energy Assistance Act of 1981 (Public Law 97-35, 42
- U.S.C. § 8621 et seq.) or the Energy Conservation in Existing
- 24 Buildings Act of 1976 (Public Law 94-385, 42 U.S.C. § 6851 et
- 25 seq.).
- 26 (2) The Community Development Block Grant Program under
- 27 Title I of the Housing and Community Development Act of 1974
- 28 (Public Law 93-383, 88 Stat. 633), as amended.
- 29 (3) The HOME program under the act of December 18, 1992
- 30 (P.L.1376, No.172), known as the Pennsylvania Affordable

- 1 Housing Act.
- 2 (4) The Medical Assistance Community HealthChoices
- 3 Program.
- 4 (5) The Pennsylvania Housing Affordability and
- 5 Rehabilitation Enhancement Program under Article IV-D of the
- 6 act of December 3, 1959 (P.L.1688, No.621), known as the
- 7 Housing Finance Agency Law.
- 8 (6) The Keystone Communities Program administered by the
- 9 department.
- 10 (7) Low-income usage reduction programs established
- under 52 Pa. Code Ch. 58 (relating to residential low income
- 12 usage reduction programs).
- 13 (8) The Energy Efficiency and Conservation Program
- established under 66 Pa.C.S. § 2806.1(b)(1)(i)(G) (relating
- to energy efficiency and conservation program).
- 16 "Fund." The Whole-Home Repairs Fund established under
- 17 section 5.
- 18 "Habitability concerns." Home repairs that are required to
- 19 ensure residential units are any of the following:
- 20 (1) Fit for human habitation.
- 21 (2) Free from defective conditions or health and safety
- hazards, including asbestos, mold, pests or lead.
- 23 (3) Free of conditions preventing installation of
- 24 measures to improve energy or water efficiency and lower
- 25 utility costs.
- 26 "Homeowner." A person who is any of the following:
- 27 (1) An owner of record evidenced by a publicly recorded
- deed.
- 29 (2) An owner-occupant of a manufactured home who leases
- a space in a manufactured home community.

- 1 (3) An equitable owner who can demonstrate an ownership
- 2 interest in a property as provided by law, including:
- 3 (i) A person who has inherited an interest in a
- 4 property.
- 5 (ii) A person who has entered a contract to purchase
- 6 a property.
- 7 (iii) A person who was the owner of record before a
- 8 fraudulent conveyance of the property.
- 9 (iv) A person who is a trust beneficiary and a
- 10 person holding a partial ownership interest in a property
- such as tenancy by the entirety, joint tenancy, tenancy
- in common and life estate.
- 13 "Program." The Whole-Home Repairs Program established under
- 14 section 3.
- "Serious violation." A violation of a State law or code that
- 16 poses an imminent threat to the health and safety of a dwelling
- 17 occupant, occupants in surrounding structures or passersby.
- "Small landlords." A person, who is a landlord, who has an
- 19 ownership stake in no more than five properties and no more than
- 20 15 rental units and rents those properties or units for use as a
- 21 primary residence for a fee, regardless of the length or form of
- 22 the lease.
- "State law." A statute of the Commonwealth or a regulation
- 24 of an agency charged with the administration and enforcement of
- 25 Commonwealth laws.
- "Substantial step." An affirmative action as determined by a
- 27 property code official or officer of the court on the part of a
- 28 small landlord or property managing agent to remedy a serious
- 29 violation of a State law or code, including physical
- 30 improvements or repairs to the property, which affirmative

- 1 action is subject to appeal in accordance with applicable law.
- 2 Section 3. Establishment.
- 3 The Whole-Home Repairs Program is established within the
- 4 department and shall be administered by the department.
- 5 Section 4. Administration of program.
- 6 (a) Applications. -- The department shall make available an
- 7 application for a county applicant to apply for funding under
- 8 the program. The application may be accepted electronically.
- 9 (b) Awarding of grants.--The department shall award grants
- 10 to no more than one county applicant per county for project
- 11 types under subsection (c) to be used for purposes under
- 12 subsection (d). This subsection shall not be construed to
- 13 prohibit the department from awarding more than one grant to a
- 14 county applicant to serve multiple counties.
- 15 (c) Project types. -- The program shall provide funding for
- 16 the following:
- 17 (1) To ensure owner-occupied and rental units are free
- of habitability concerns.
- 19 (2) To improve coordination across existing home repair
- 20 programs.
- 21 (3) To increase retention in workforce development
- programs.
- 23 (d) Purposes. -- Money for projects under subsection (c) shall
- 24 be used for all of the following:
- 25 (1) Grants and loans not to exceed \$50,000 per unit to
- 26 address habitability concerns, to improve energy or water
- 27 efficiency, and, where requested, to make units accessible
- for individuals with disabilities through the provision of:
- 29 (i) Grants for homeowners whose household income
- does not exceed 80% of the area median income.

- (ii) Loans to small landlords renting affordable units that are recorded against a residential property in a mortgage security. Loans awarded under this subparagraph shall comply with the following conditions:
 - (A) Loans made to small landlords who have maintained compliance with each of the following shall be forgiven:
 - (I) The small landlord offered to extend by three years the lease of the tenant occupying the unit when the funds were accepted.
 - (II) Annual increases in monthly rent have not exceeded 3% of the base rent or the unit has been occupied by a tenant participating in the Housing Choice Voucher Program for a period of no less than 15 years.
 - landlord has not committed a serious violation with regard to the small landlord's rental property for which the small landlord has taken no substantial steps to correct the serious violation within six months following notification of the serious violation and for which no fines or other penalties or a judgment to abate or correct were imposed by a magisterial district judge or municipal court, nor a judgment at law or in equity was imposed by a court. The condition under this subclause may be met if the property subject to the judgment, order or decree is subject to a stay or supersedeas by an order of a court of competent jurisdiction or

automatically allowed by statute or rule of court 1 2 until the stay or supersedeas is lifted by the 3 court or a higher court or the stay or supersedeas expires as otherwise provided by law. 4 5 Where a stay or supersedeas is in effect, the small landlord shall so advise the county 6 7 applicant. 8 (IV) The small landlord has maintained 9 ownership of the unit for a period of no less 10 than 15 years. Loans made to small landlords who have not 11 (B) 12 maintained compliance with each of the conditions in clause (A) shall be recaptured by county applicants. 13 14 Where possible, county applicants shall 15 prioritize the use of existing home repair programs' 16 funds to address habitability concerns, measures to 17 improve energy or water efficiency and, where requested, 18 to make units accessible for individuals with 19 disabilities. 20 The county applicant's administration of the 21 program, including staff, implementation systems and data 22 management tools designed to maximize enrollment in all 23 existing home repair programs and use of the fund through the 24 provision and enhancement of all of the following: 25 Technical assistance and case management (i) 26 services for homeowners, renters and small landlords. 27 (ii) A universal program application process

- 27 (ii) A universal program application process 28 evidenced by a single point of contact for homeowners,
- 29 renters or small landlords.
- 30 (iii) Coordination across waitlists for existing

1 home repair programs.

8

9

10

11

12

- 2 (iv) Program and policy analysis, outcomes reporting 3 and program evaluation.
- (v) Referrals, where appropriate, to legal aid,
 social service providers specializing in mental,
 developmental and physical health conditions, and other
 relevant community-based services.
 - (3) The county applicant's investments in workforce development programs that will connect trainees to jobs through committed employer partnerships related to improving the habitability and performance of homes, including any of the following:
- 13 (i) Cash stipends for trainees.
- (ii) Costs related to the design and implementation
 of preapprenticeship, apprenticeship and publicly funded
 on-the-job training programs.
- 17 (e) Limitation. -- The following shall apply:
- 18 (1) Program funds shall not supplant existing resources
 19 dedicated to existing home repair programs, but may be used
 20 to support, expand and enhance existing home repair programs
 21 as provided under this section.
- 22 (2) The department may not award funding to more than
 23 one county applicant per county. This paragraph shall not be
 24 construed to prohibit the department from awarding funding to
 25 a county applicant to serve other counties.
- 26 Section 5. Whole-Home Repairs Fund.
- 27 (a) Establishment. -- The Whole-Home Repairs Fund is
- 28 established as a special fund in the State Treasury.
- 29 (b) Contributions to the fund. -- The following shall be
- 30 deposited into the fund:

- 1 (1) Appropriations from the General Assembly.
- 2 (2) Any allocations received by the Commonwealth from
- 3 the Federal Government made available for purposes of funding
- 4 the program.
- 5 (3) Any gift, donation, legacies or other revenues.
- 6 (c) Interest. -- Any interest that accrues from money in the
- 7 fund shall remain in the fund.
- 8 (d) Use of funds. -- Money in the fund is appropriated to the
- 9 department on a continuing basis to carry out the provisions of
- 10 this act. The appropriation shall not lapse at the end of any
- 11 fiscal year.
- 12 Section 6. Administration by the department.
- 13 (a) Costs.--The department shall be reimbursed by the fund
- 14 for its administrative costs in carrying out the provisions of
- 15 this act.
- 16 (b) Guidelines. -- The department may develop and publish
- 17 program guidelines for the implementation and administration of
- 18 the program.
- 19 Section 7. Reports.
- 20 (a) Department reporting. -- No later than September 1
- 21 following the first fiscal year or any portion of the first
- 22 fiscal year in which the program is in effect and no later than
- 23 September 1 for all succeeding fiscal years in which the program
- 24 is in effect, the department shall prepare a report on the
- 25 program and submit it to the chairperson and minority
- 26 chairperson of the Appropriations Committee of the Senate, the
- 27 chairperson and minority chairperson of the Appropriations
- 28 Committee of the House of Representatives, the chairperson and
- 29 minority chairperson of the Urban Affairs and Housing Committee
- 30 of the Senate and the chairperson and minority chairperson of

- 1 the Urban Affairs Committee of the House of Representatives. The
- 2 department shall post the report on the department's publicly
- 3 accessible Internet website. The report shall include all of the
- 4 following information for the prior year:
- 5 (1) On program funds utilized under section 4(d)(1):
- (i) The total number of units, and the average cost
 per unit, for which homeowners addressed habitability
 concerns, installed energy efficiency measures and made
 accessible for individuals with disabilities as a result

of program funds awarded under this act.

- 11 (ii) The total number of units, and the average cost
 12 per unit, for which small landlords addressed
 13 habitability concerns, installed energy efficiency
 14 measures and made accessible for individuals with
 15 disabilities as a result of program funds awarded under
 16 this act.
 - (iii) The total amount of program funds invested in addressing habitability concerns, installing energy efficiency measures and making units accessible for individuals with disabilities.
 - (iv) The total number of grant and loan applications that were received, approved and denied.
 - (v) A summary of the most common reasons for denial of applications.
- 25 (vi) The income and demographic information for households assisted under the program.
- 27 (2) On program funds utilized under section 4(d)(2):
- 28 (i) A summary of the most common referrals as
 29 described under section 4(d)(2)(v).
- 30 (ii) The number of new staff hired to fulfill the

10

17

18

19

20

21

22

23

24

- 1 services described under section 4(d)(2).
- 2 (iii) A summary of systems improvements to fulfill
- 3 the services described under section 4(d)(2).
- 4 (3) On program funds utilized under section 4(d)(3):
- 5 (i) The total amount of program funds invested in workforce development programs.
- 7 (ii) The total number and average amount of cash stipends provided to trainees.
- 9 (iii) The income and demographic information for 10 individuals assisted by funds utilized under section 4(d) 11 (3).
- 12 (b) County reporting. -- The department may require county
- 13 applicants awarded grants under the program to submit reports,
- 14 on a form and in a manner prescribed by the department,
- 15 containing information necessary for the department to comply
- 16 with subsection (a).
- 17 Section 8. Funding.
- 18 The department's implementation of the program shall be
- 19 contingent upon sufficient program funds being deposited into
- 20 the fund in accordance with section 5 to carry out the purposes
- 21 of this act. In a year in which there are insufficient program
- 22 funds deposited into the fund for the purposes outlined in this
- 23 act, the program shall cease until sufficient Federal funds are
- 24 allocated to the Commonwealth, funds are specifically
- 25 appropriated by the General Assembly or funds are provided by a
- 26 source other than the Commonwealth.
- 27 Section 9. Effective date.
- This act shall take effect in 180 days.