THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL No. 99 Session of 2017

INTRODUCED BY ZIMMERMAN, BAKER, GREINER, MILLARD, PICKETT, HICKERNELL, MENTZER, PEIFER, WARD, FLYNN, RADER, B. MILLER, GILLEN, MEHAFFIE AND KORTZ, JANUARY 23, 2017

AS AMENDED ON THIRD CONSIDERATION, IN SENATE, OCTOBER 15, 2018

AN ACT

1 2 3	Amending Title 8 (Boroughs and Incorporated Towns) of the Pennsylvania Consolidated Statutes, in contracts, further providing for regulation of contracts.
4	The General Assembly of the Commonwealth of Pennsylvania
5	hereby enacts as follows:
6	Section 1. Section 1402(d)(1), (4)(ii) and (iii) and (6) of
7	Title 8 of the Pennsylvania Consolidated Statutes are amended
8	and the subsection is amended by adding a paragraph PARAGRAPHS <
9	to read:
10	§ 1402. Regulation of contracts.
11	* * *
12	(d) Contracts or purchasesThe contracts or purchases made
13	by council, which shall not require advertising, bidding or
14	price quotations as provided in this part, are as follows:
15	(1) Those for <u>emergencies or for</u> maintenance, repairs or <
16	replacements for water, electricity or public works of the
17	borough, if they do not constitute new additions, extensions

or enlargements of existing facilities and equipment, but
security may be required by council, as in other cases of
work done. For those contracts or purchases made in cases of
emergencies, the actual emergency and the nature of the
procurement shall be stated in a resolution by council and
adopted at the next public meeting.

7 (1) THOSE FOR <u>ROUTINE</u> MAINTENANCE, REPAIRS OR
8 REPLACEMENTS FOR WATER, ELECTRICITY OR PUBLIC WORKS OF THE
9 BOROUGH, IF THEY DO NOT CONSTITUTE NEW ADDITIONS, EXTENSIONS
10 OR ENLARGEMENTS OF EXISTING FACILITIES AND EQUIPMENT, BUT
11 SECURITY MAY BE REQUIRED BY COUNCIL, AS IN OTHER CASES OF
12 WORK DONE.

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13 (1.1) THOSE FOR EMERGENCY MAINTENANCE, REPAIRS OR 14 REPLACEMENTS FOR WATER, ELECTRICITY OR PUBLIC WORKS OF THE 15 BOROUGH, IF THEY DO NOT CONSTITUTE NEW ADDITIONS, EXTENSIONS OR ENLARGEMENTS OF EXISTING FACILITIES AND EQUIPMENT, BUT 16 17 SECURITY MAY BE REQUIRED BY COUNCIL, AS IN OTHER CASES OF 18 WORK DONE. THE ACTUAL EMERGENCY AND THE NATURE OF THE 19 PROCUREMENT SHALL BE STATED IN A RESOLUTION BY COUNCIL AND 20 ADOPTED AT THE NEXT PUBLIC MEETING.

21 (1.2) THOSE FOR THE MITIGATION OF A REAL OR POTENTIAL 22 EMERGENCY INVOLVING A CLEAR AND PRESENT DANGER TO THE HEALTH, 23 SAFETY AND WELFARE OF THE RESIDENTS OF THE BOROUGH. FOR THOSE 24 CONTRACTS OR PURCHASES MADE IN CASES OF EMERGENCIES, THE 25 ACTUAL EMERGENCY AND THE NATURE OF THE PROCUREMENT SHALL BE 26 STATED IN A RESOLUTION BY COUNCIL AND ADOPTED AT THE NEXT 27 PUBLIC MEETING. * * * 28 29 (4) * * * 30 Those made for utility service for borough (ii)

20170HB0099PN4254

- 2 -

1 purposes, including, but not limited to, those made for 2 natural gas or telecommunications services and 3 electricity. [(iii) Those made for electricity with the entities 4 set forth in paragraph (6)(i), (ii), (iii), (iv), (v), 5 6 (vi) and (vii) (A).] * * * 7 8 (6) Those made relating to the purchase of electricity and associated energy and related services by a borough 9 10 owning or operating electric generation or distribution 11 facilities [on January 1, 1966,] with any of the following: 12 (i) A political subdivision. 13 (ii) Another state. 14 (iii) The Commonwealth or a Commonwealth agency. 15 (iv) The Federal Government. 16 (v) A private corporation. (vi) An electric cooperative corporation under 15 17 18 Pa.C.S. Ch. 73 (relating to electric cooperative 19 corporations). 20 (vii) A nonprofit membership corporation. As used in 21 this subparagraph, the term "nonprofit membership 22 corporation" means an entity, the membership of which: 23 (A) consists solely of Commonwealth boroughs, 24 such as a consortium, buying group or municipal power 25 agency under section 24A04 (relating to municipal 26 power agencies); or 27 (B) consists of Commonwealth boroughs and 28 political subdivisions of another state. 29 (viii) An electric cooperative of another state. Nothing in this paragraph prohibits council from engaging in 30 20170HB0099PN4254 - 3 -

1	advertising, bidding or price quotations if the council
2	determines that the advertising, bidding or price quotations
3	are in the public interest.
4	(7) Those made for materials and supplies or equipment
5	rental under emergency conditions under 35 Pa.C.S. Pt. V
6	(relating to emergency management services).

7 * * *

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