THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 453

Session of 2017

INTRODUCED BY RYAN, CUTLER, DUNBAR, DUSH, GABLER, GROVE, JOZWIAK, MILLARD, SAYLOR, SCHWEYER, WARD, CORR, ZIMMERMAN, PHILLIPS-HILL, SOLOMON, STAATS, RABB, ROZZI, B. MILLER AND GREINER, FEBRUARY 13, 2017

AMENDMENTS TO SENATE AMENDMENTS, HOUSE OF REPRESENTATIVES, SEPTEMBER 13, 2017

AN ACT

Amending the act of April 9, 1929 (P.L.343, No.176), entitled 2 "An act relating to the finances of the State government; providing for the settlement, assessment, collection, and lien of taxes, bonus, and all other accounts due the 4 Commonwealth, the collection and recovery of fees and other money or property due or belonging to the Commonwealth, or 7 any agency thereof, including escheated property and the proceeds of its sale, the custody and disbursement or other 8 disposition of funds and securities belonging to or in the 9 possession of the Commonwealth, and the settlement of claims 10 against the Commonwealth, the resettlement of accounts and 11 appeals to the courts, refunds of moneys erroneously paid to 12 the Commonwealth, auditing the accounts of the Commonwealth 13 and all agencies thereof, of all public officers collecting 14 moneys payable to the Commonwealth, or any agency thereof, 15 16 and all receipts of appropriations from the Commonwealth, 17 authorizing the Commonwealth to issue tax anticipation notes to defray current expenses, implementing the provisions of 18 section 7(a) of Article VIII of the Constitution of 19 20 Pennsylvania authorizing and restricting the incurring of certain debt and imposing penalties; affecting every 21 department, board, commission, and officer of the State 22 government, every political subdivision of the State, and 23 certain officers of such subdivisions, every person, 24 25 association, and corporation required to pay, assess, or 26 collect taxes, or to make returns or reports under the laws 27 imposing taxes for State purposes, or to pay license fees or 28 other moneys to the Commonwealth, or any agency thereof, every State depository and every debtor or creditor of the Commonwealth," implementing the 2017-2018 Commonwealth budget 29 30

and instituting future budget implementation: in Treasury Department, providing for provisions for General Assembly; in Department of Auditor General, further providing for audits of agencies receiving State aid and providing for audits of interstate commissions; in procedure for the disbursement of money from the State Treasury, further providing for settlement agreements and enforcement actions; in financially <-distressed municipalities, providing for payroll tax; in oil and gas wells, further providing for definitions, providing for Oil and Gas Lease Fund, repealing provisions relating to <--AND FURTHER PROVIDING FOR oil and gas operations in the South <--Newark Basin and providing for temporary cessation of oil and <-qas wells; in transportation network companies and motor carrier companies, providing for regulation of taxicabs and limousines by parking authority of city of the first class, for penalties and for provision of transportation network service; in Budget Stabilization Reserve UNDERGROUND STORAGE <--TANK INDEMNIFICATION Fund, further providing for funding-<--TRANSFER; in Pennsylvania Gaming Economic Development and <--Tourism Fund, further providing for other grants; in Tobacco Settlement Fund, further providing for use of fund; in Pennsylvania Race Horse Development Fund, further providing for definitions, for fund and for distributions from fund; in miscellaneous limitations and transfers, further providing for drug and alcohol programs and providing for Workers' Compensation Security Fund; in Natural Gas Infrastructure Development Fund, further providing for definitions and for transfer of funds; providing for First Chance Trust Fund; in 2016-2017 restrictions on appropriations for funds and accounts, repealing provisions relating to fund transfers; in general budget implementation, further providing for-<--Department of Agriculture, for Department of Community and Economic Development, for Department of Education, for Pennsylvania Gaming Control Board, for Department of Human Services, AND for Commonwealth Financing Authority Restricted <--Revenue Account and for surcharges, providing for Multimodal <--Transportation Fund, further providing for Pennsylvania Liquor Control Board and providing for sales by distilleries, <-for suspension for inspection deficiencies, for State Employees' Retirement System Restricted Account and for Public School Employees' Retirement System Restricted Account; in school district debt refinancing bonds, further providing for sinking fund charges for school building projects, FOR LIMITATION ON NEW APPLICATIONS FOR DEPARTMENT OF EDUCATION APPROVAL OF PUBLIC SCHOOL BUILDING PROJECTS and for Public School Building Construction and Reconstruction Advisory Committee; PROVIDING FOR TOBACCO ANNUITY LIQUIDATION; repealing provisions relating to 2012-2013 budget implementation and 2012-2013 restrictions on appropriations for funds and accounts; providing for 2017-2018 budget implementation and for 2017-2018 restrictions on appropriations for funds and accounts; making an editorial change; and making related repeals.

- 54 The General Assembly of the Commonwealth of Pennsylvania
- 55 hereby enacts as follows:
- 56 Section 1. The General Assembly finds and declares as

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1 follows:

- 2 (1) The intent of this act is to provide for the 3 implementation of the 2017-2018 Commonwealth budget.
 - (2) The Constitution of Pennsylvania confers numerous express duties upon the General Assembly, including the passage of a balanced budget for the Commonwealth.
 - (3) Section 24 of Article III of the Constitution of Pennsylvania requires the General Assembly to adopt all appropriations for the operation of government in this Commonwealth, regardless of their source. The Supreme Court has repeatedly affirmed that, "It is fundamental within Pennsylvania's tripartite system that the General Assembly enacts the legislation establishing those programs which the state provides for its citizens and appropriates the funds necessary for their operation."
 - (4) Pursuant to section 13 of Article VIII of the Constitution of Pennsylvania, the General Assembly is explicitly required to adopt a balanced Commonwealth budget. Given the unpredictability and potential insufficiency of revenue collections, various changes in State law relating to sources of revenue, the collection of revenue and the implementation of statutes which impact revenue may be required to discharge this constitutional obligation.
 - (5) Section 11 of Article III of the Constitution of
 Pennsylvania requires the adoption of a general appropriation
 act that embraces "nothing but appropriations." While actual
 items of appropriation can be contained in a General
 Appropriation Act, the achievement and implementation of a
 comprehensive budget involves more than subjects of
 appropriations and dollar amounts. Ultimately, the budget has

- 1 to be balanced under section 13 of Article VIII of the
- 2 Constitution of Pennsylvania. This may necessitate changes to
- 3 sources of funding and enactment of statutes to achieve full
- 4 compliance with these constitutional provisions.
- 5 (6) For the reasons set forth in paragraphs (1), (2),
- 6 (3), (4) and (5), it is the intent of the General Assembly
- 7 through this act to provide for the implementation of the
- 8 2017-2018 Commonwealth budget.
- 9 (7) Every provision of this act relates to the
- implementation of the operating budget of the Commonwealth
- 11 for this fiscal year, addressing in various ways the fiscal
- operations, revenues and potential liabilities of the
- 13 Commonwealth. To that end, this act is intended to implement
- the 2017-2018 Commonwealth budget without specifically
- appropriating public money from the General Fund. This act
- 16 provides accountability for spending and makes transfers or
- 17 other changes necessary to impact the availability of revenue
- in order to meet the requirements of section 13 of Article
- 19 VIII of the Constitution of Pennsylvania and to implement the
- 20 act of July 11, 2017 (P.L. , No.1A), known as the General
- 21 Appropriation Act of 2017.
- 22 Section 1.1. The act of April 9, 1929 (P.L.343, No.176),
- 23 known as The Fiscal Code, is amended by adding a section to
- 24 read:
- 25 Section 311. Provisions for General Assembly. -- (a) Funds
- 26 available to the Senate or the House of Representatives through
- 27 <u>a short-term agreement or other instrument executed with a</u>
- 28 lending institution shall be considered augmenting revenues and
- 29 are hereby appropriated for the payment of salaries, wages and
- 30 all other expenses incurred in the operation of the Senate or

- 1 the House of Representatives. The amounts shall be remitted to
- 2 the State Treasurer for deposit in the account as the Chief
- 3 Clerk of the Senate or the Chief Clerk A FLOOR LEADER of the <--

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- 4 House of Representatives, AS APPLICABLE, may direct.
- 5 (b) Upon presentation of requisitions by the Chief Clerk of
- 6 the Senate or the Chief Clerk A FLOOR LEADER of the House of
- 7 Representatives, AS APPLICABLE, the requisition shall be paid on <--
- 8 warrant of the State Treasurer directly to and in favor of the
- 9 persons designated in the requisition as entitled to receive the
- 10 compensation or expenses.
- 11 Section 1.2. Section 403 of the act is amended to read:
- 12 Section 403. Audits of Agencies Receiving State Aid. -- The
- 13 Department of the Auditor General shall have the power, and its
- 14 duty shall be, to audit the accounts and records of every
- 15 person, association, corporation, and public agency, receiving
- 16 an appropriation of money, payable out of any fund in the State
- 17 Treasury, or entitled to receive any portion of any State tax
- 18 for any purpose whatsoever, as far as may be necessary to
- 19 satisfy the department that the money received was expended or
- 20 is being expended for no purpose other than that for which it
- 21 was paid. Copies of all such audits shall be furnished to the
- 22 Governor.
- 23 If at any time the department shall find that any money
- 24 received by any person, association, corporation, or public
- 25 agency, has been expended for any purpose other than that for
- 26 which it was paid, it shall forthwith notify the Governor, and
- 27 shall decline to approve any further requisition for the payment
- 28 of any appropriation, or any further portion of any State tax,
- 29 to such person, association, corporation or public agency, until
- 30 an amount equal to that improperly expended shall have been

- 1 expended for the purpose for which the money improperly expended
- 2 was received from the State Treasury.
- 3 If an audit completed by the department under this section
- 4 makes recommendations, any person, association, corporation, or
- 5 public agency being audited shall submit a response to the
- 6 <u>department detailing adoption of such recommendations</u>, or the
- 7 reason why recommendations have not been adopted, within one
- 8 <u>hundred and twenty business days of the publication of the</u>
- 9 <u>audit. The department shall provide notice to the subject of an</u>
- 10 audit sixty business days after the date of the audit's
- 11 <u>publication that future appropriations could be denied for the</u>
- 12 person, association, corporation or public agency if a response
- 13 <u>is not made.</u>
- 14 The department shall regularly notify the Governor, the
- 15 <u>chairperson and minority chairperson of the Appropriations</u>
- 16 Committee of the Senate and the chairperson and minority
- 17 chairperson of the Appropriations Committee of the House of
- 18 Representatives of responses received, accompanied by any
- 19 comments the department may wish to submit. The department shall
- 20 post responses to the department's publicly accessible Internet
- 21 website. The Governor, the chairperson and minority chairperson
- 22 of the Appropriations Committee of the Senate and the
- 23 <u>chairperson and minority chairperson of the Appropriations</u>
- 24 Committee of the House of Representatives may consider this
- 25 <u>response when determining whether future appropriations to the</u>
- 26 person, association, corporation or public agency will be
- 27 <u>considered.</u>
- 28 If the person, association, corporation or public agency does
- 29 not respond to the department within one hundred and twenty
- 30 business days from the date of the publication of the audit, the

- 1 department shall notify the Governor, the chairperson and
- 2 minority chairperson of the Appropriations Committee of the
- 3 <u>Senate and the chairperson and minority chairperson of the</u>
- 4 Appropriations Committee of the House of Representatives. The
- 5 Governor, the chairperson and minority chairperson of the
- 6 Appropriations Committee of the Senate and the chairperson and
- 7 minority chairperson of the Appropriations Committee of the
- 8 House of Representatives may consider a failure to respond to
- 9 the audit when determining whether future appropriations to the
- 10 person, association, corporation or public agency will be
- 11 considered.
- 12 The department shall work with the Governor, chairperson and
- 13 minority chairperson of the Appropriations Committee of the
- 14 <u>Senate and the chairperson and minority chairperson of the</u>
- 15 Appropriations Committee of the House of Representatives to
- 16 determine the most effective method to communicate information
- 17 concerning responses to the department's audit recommendations
- 18 based on the type of audit and significance of the
- 19 recommendations.
- 20 Section 2. The act is amended by adding a section to read:
- 21 Section 410. Audits of Interstate Commissions.--(a) For the
- 22 purpose of section 15.11 of the act of July 17, 1968 (P.L.368,
- 23 No.181), referred to as the Susquehanna River Basin Compact Law,
- 24 the Auditor General shall be deemed to be a duly authorized
- 25 <u>officer on behalf of the Commonwealth as a signatory party for</u>
- 26 the exclusive purpose of examining and auditing all of the
- 27 books, documents, records, files and accounts and all other
- 28 papers, things or property of the commission. The designation
- 29 under this subsection shall be in addition to any other duly
- 30 authorized officer of the Commonwealth under the Susquehanna

- 1 River Basin Compact Law.
- 2 (b) For the purpose of section 14.11 of the act of July 7,
- 3 1961 (P.L.518, No.268), known as the Delaware River Basin
- 4 Compact, the Auditor General shall be deemed to be a duly
- 5 <u>authorized officer on behalf of the Commonwealth as a signatory</u>
- 6 party for the exclusive purpose of examining and auditing all of
- 7 the books, documents, records, files and accounts and all other
- 8 papers, things or property of the commission. The designation
- 9 <u>under this subsection shall be in addition to any other duly</u>
- 10 authorized officer of the Commonwealth under the Delaware River
- 11 <u>Basin Compact.</u>
- 12 Section 3. Section 1507.1 of the act is amended to read:
- 13 Section 1507.1. Settlement Agreements; Enforcement
- 14 Actions.--(a) Except as set forth in [subsection (b) and (b.1)] <--
- 15 SUBSECTIONS (B), (B.1), (B.2) AND (B.3), the following apply:
- 16 (1) Unless otherwise provided by this section or another
- 17 provision of law, money received by an agency as a result of a
- 18 settlement, litigation or an enforcement action shall be deemed
- 19 funds of the Commonwealth and shall, upon receipt, be deposited
- 20 into the General Fund.
- 21 (2) If money to pursue a settlement, litigation or
- 22 enforcement action was expended by the agency from the General
- 23 Fund or other fund or account established by law, those costs
- 24 recovered shall be credited to the appropriation, fund or
- 25 account from which the original costs were expended and used as
- 26 provided by law and shall be available for expenditure in
- 27 accordance with the law governing the expenditure.
- 28 (3) Amounts that exceed the actual costs of a settlement,
- 29 litigation or enforcement action and are deposited in the
- 30 General Fund may be redirected to the agency that was the party

- 1 to the settlement, litigation or enforcement action to
- 2 supplement the activities of the agency upon request of the
- 3 agency and approval of the Secretary of the Budget.
- 4 (4) If there is a redirection under paragraph (3), the
- 5 secretary shall provide notice of the transfer to the chair of
- 6 the Appropriations Committee of the Senate and the chair of the
- 7 Appropriations Committee of the House of Representatives and
- 8 include a detailed determination of actual costs incurred by the
- 9 agency and the identification of the associated settlement,
- 10 litigation or enforcement action.
- 11 (b) Subsection (a) shall not apply as follows:
- 12 (1) The recovery of Federal money shall be disposed of in
- 13 accordance with this section and applicable Federal or State law
- 14 or contract.
- 15 (2) Nothing in this section shall supersede any payments,
- 16 including restitution, ordered by a court.
- (b.1) Notwithstanding the act of January 8, 1960 (1959)
- 18 P.L.2119, No.787), known as the "Air Pollution Control Act," or
- 19 any other provision of law to the contrary, the sum of
- 20 \$30,409,055, received from a settlement during the 2017-2018
- 21 fiscal year, shall be deemed funds of the Commonwealth and
- 22 <u>shall, upon receipt, be deposited into the General Fund to be</u>
- 23 <u>expended in compliance with the Commonwealth's trustee duties</u>
- 24 under section 27 of Article I of the Constitution of
- 25 Pennsylvania.
- 26 (B.2) NOTWITHSTANDING ANY OTHER PROVISION OF LAW TO THE
- 27 CONTRARY, THE SUM OF \$248,830, RECEIVED FROM A SETTLEMENT WITH
- 28 AN INSURANCE COMPANY AND A SUBSIDIARY DURING THE 2017-2018
- 29 FISCAL YEAR, SHALL BE DEEMED FUNDS OF THE COMMONWEALTH AND
- 30 SHALL, UPON RECEIPT, BE DEPOSITED INTO THE GENERAL FUND.

- 1 (B.3) NOTWITHSTANDING ANY OTHER PROVISION OF LAW TO THE
- 2 CONTRARY, THE SUM OF \$8,300,000, RECEIVED FROM A SETTLEMENT WITH
- 3 A DRUG MANUFACTURER DURING THE 2017-2018 FISCAL YEAR, SHALL BE
- 4 <u>DEEMED FUNDS OF THE COMMONWEALTH AND SHALL, UPON RECEIPT, BE</u>
- 5 DEPOSITED INTO THE GENERAL FUND.
- 6 (c) As used in this section, the term "agency" includes the
- 7 Commonwealth and an agency or instrumentality of the
- 8 Commonwealth.
- 9 Section 3.1. The act is amended by adding a section to read: <--
- 10 Section 1603-D.1. Payroll tax.
- 11 Notwithstanding any provision of law to the contrary, in the
- 12 event that the rate of a payroll tax imposed by a city of the
- 13 <u>second class A, or a home rule municipality that was previously</u>
- 14 <u>a city of the second class A, under section 123(d)(2) of the act</u>
- 15 of July 10, 1987 (P.L.246, No.47), known as the Municipalities
- 16 <u>Financial Recovery Act, produces less than the revenues</u>
- 17 projected in the first full year after the imposition of a
- 18 payroll tax, the city may, for a second year, adjust the rate to
- 19 one that is sufficient to produce revenues equal to the revenues
- 20 collected as a result of the mercantile or business privilege
- 21 tax in the final year it was levied. The city may levy the
- 22 payroll tax in any subsequent year at a rate not to exceed the
- 23 adjusted rate authorized under this section.
- 24 Section 3.2 3.1. The definition of "fund" in section 1601-E <--
- 25 of the act is amended to read:
- 26 Section 1601-E. Definitions.
- 27 The following words and phrases when used in this article
- 28 shall have the meanings given to them in this subarticle unless
- 29 the context clearly indicates otherwise:
- 30 * * *

- 1 "Fund." [The Oil and Gas Lease Fund established under the
- 2 act of December 15, 1955 (P.L.865, No.256), entitled, "An act
- 3 requiring rents and royalties from oil and gas leases of
- 4 Commonwealth land to be placed in a special fund to be used for
- 5 conservation, recreation, dams, and flood control; authorizing
- 6 the Secretary of Forests and Waters to determine the need for
- 7 and location of such projects and to acquire the necessary
- 8 land."] The Oil and Gas Lease Fund.
- 9 * * *
- 10 Section 3.3 3.2. The act is amended by adding a section to <
- 11 read:
- 12 <u>Section 1601.2-E. Oil and Gas Lease Fund.</u>
- 13 (a) Continuation. -- The Oil and Gas Lease Fund is continued
- 14 <u>as a special fund in the State Treasury.</u>
- 15 (b) Sources. -- The following shall be deposited into the
- 16 fund:
- 17 (1) Rents and royalties from oil and gas leases of land
- 18 owned by the Commonwealth, except rents and royalties
- 19 received from game and fish lands.
- 20 (2) Amounts as provided under section 5 of the act of
- 21 October 8, 2012 (P.L.1194, No.147), known as the Indigenous
- 22 <u>Mineral Resources Development Act.</u>
- 23 (3) Any other money appropriated or transferred to the
- 24 <u>fund</u>.
- 25 (c) Use. -- Money in the fund may only be used as provided
- 26 under subsection (e) or as annually appropriated by the General
- 27 Assembly. In making an appropriation from the fund, the General
- 28 Assembly shall consider the Commonwealth's trustee duties under
- 29 <u>section 27 of Article I of the Constitution of Pennsylvania.</u>
- 30 (d) Priority. -- Money appropriated from the fund under a

- 1 General Appropriation Act or other appropriation act shall be
- 2 distributed prior to allocations under subsection (e).
- 3 (e) Annual transfers. -- The following apply:
- 4 (1) For the 2017-2018 fiscal year and each fiscal year
- 5 thereafter, \$20,000,000 shall be transferred from the fund to
- 6 <u>the Marcellus Legacy Fund for distribution to the</u>
- 7 <u>Environmental Stewardship Fund.</u>
- 8 (2) For the 2017-2018 fiscal year and each fiscal year
- 9 <u>thereafter, \$15,000,000 shall be transferred from the fund to</u>
- 10 the Marcellus Legacy Fund for distribution to the Hazardous
- 11 <u>Sites Cleanup Fund.</u>
- 12 Section 4. Section 1607-E(c) of the act is repealed AMENDED <--
- 13 TO READ:
- 14 Section 1607-E. Oil and gas operations in the South Newark
- 15 Basin.
- 16 * * *
- 17 + (c) Expiration. -- This section shall expire January 1,
- 18 [2018] <u>2024.</u>+

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- 19 Section 5. The act is amended by adding a section to read:
- 20 Section 1610 E. Temporary cessation of oil and gas wells.
- 21 (a) General rule. An oil and gas lessor shall be deemed to
- 22 acknowledge that a period of nonproduction under an oil and gas
- 23 lease is a temporary cessation insufficient to terminate the
- 24 lease and the lessor waives his right to seek lease termination
- 25 <u>upon those grounds if, prior to claiming the lease has</u>
- 26 terminated:
- 27 (1) production is recommenced and the lessor accepts
- 28 royalty payments for the production. Any first royalty
- 29 payment following recommencement of production after a period
- 30 of more than one year of inactivity shall be accompanied by

1	an explanation, in plain terms, that acceptance of the
2	royalty payment shall constitute acknowledgment of an
3	existing lease with the operator; or
4	(2) the operator, after notifying the lessor of its
5	intent to drill a new well and giving the lessor 90 days
6	within which to object, drills a new well under the lease.
7	(b) Lease provisions Nothing in this section is intended
8	to waive lease requirements related to commencement of
9	operations during a lease's primary term or affect a lease
10	provision expressly providing for lease termination following a
11	fixed period of nonproduction.
12	Section 5.1 5. The heading of Article XVI-M of the act, <-
13	added July 13, 2016 (P.L.664, No.85), is amended to read:
14	ARTICLE XVI-M
15	TRANSPORTATION NETWORK COMPANIES
16	[AND] MOTOR CARRIER COMPANIES AND PARKING AUTHORITY OF A CITY
17	OF THE FIRST CLASS
18	Section $\frac{5.2}{5.1}$. The act is amended by adding sections to <-
19	read:
20	Section 1603-M. Regulation of taxicabs and limousines by
21	parking authority of city of the first class.
22	For the purpose of the temporary and final-form regulations
23	required under 53 Pa.C.S. § 57B02(c)(1) (relating to regulation
24	of taxicabs and limousines) and notwithstanding 53 Pa.C.S. §
25	5707 (relating to budget and assessments), the owner of a
26	taxicab authorized by the authority to provide taxicab service
27	in a city of the first class shall pay to the authority an
28	assessment equal to 1% of the gross receipts from the fares
29	charged to passengers for taxicab service in the city of the
30	first class. The amount assessed must be remitted on a quarterly

- 1 basis to the authority.
- 2 Section 1604-M. Penalties.
- 3 (a) Suspension or revocation. -- In addition to any other
- 4 penalties authorized under 53 Pa.C.S. Ch. 57A (relating to
- 5 transportation network companies), the authority may suspend or
- 6 revoke the license of a transportation network company which
- 7 <u>fails to comply with 53 Pa.C.S. § 57A16(n)(2) (relating to</u>
- 8 <u>operating regulations</u>).
- 9 (b) Definitions.--As used in this section, the following
- 10 words and phrases shall have the meanings given to them in this
- 11 subsection unless the context clearly indicates otherwise:
- 12 "Authority." As defined in 53 Pa.C.S. § 57A01 (relating to
- 13 definitions).
- "License." As defined in 53 Pa.C.S. § 57A01.
- 15 "Transportation network company." As defined in 53 Pa.C.S. §
- 16 57A01.
- 17 Section 1605-M. Provision of transportation network service.
- Notwithstanding any provision under 53 Pa.C.S. § 57A08(a)(5)
- 19 (relating to vehicle ownership and standards) or 66 Pa.C.S. §
- 20 2606(b) (relating to personal vehicle requirements) to the
- 21 contrary, a vehicle up to 15 model years old may be used to
- 22 provide transportation network service.
- 23 Section 6. Section 1702-A of the act, amended July 13, 2016 <--
- 24 (P.L.664, No.85), is amended to read:
- 25 Section 1702-A. Funding.
- 26 (a) Intent. It is hereby declared as the intent and goal of
- 27 the General Assembly to create a stabilization reserve in an-
- 28 eventual amount of 6% of the revenues of the General Fund of the
- 29 Commonwealth.
- 30 (b) Transfer of portion of surplus. -

Τ.	(1) Except as may be provided in paragraph (2), for
2	fiscal years beginning after June 30, 2002, the following
3	apply:
4	(i) Except as set forth in this paragraph, if the
5	Secretary of the Budget certifies that there is a surplus
6	in the General Fund for a specific fiscal year, 25% of
7	the surplus shall be deposited by the end of the next
8	succeeding quarter into the Budget Stabilization Reserve-
9	Fund.
10	(ii) If the Secretary of the Budget certifies, after
11	June 30, 2005, that there is a surplus in the General
12	Fund for the fiscal year 2004-2005, 15% of the surplus
13	shall be deposited by the end of the next succeeding
14	quarter into the Budget Stabilization Reserve Fund.
15	(iii) No amount of the surplus in the General Fund
16	for fiscal year 2007-2008 may be deposited into the
17	Budget Stabilization Reserve Fund.
18	(iv) No amount of the surplus in the General Fund
19	for fiscal year 2010-2011 may be deposited into the
20	Budget Stabilization Reserve Fund.
21	(v) No amount of the surplus in the General Fund for
22	fiscal year 2011 2012 may be deposited into the Budget
23	Stabilization Reserve Fund.
24	(vi) No amount of the surplus in the General Fund
25	for fiscal year 2012-2013 may be deposited into the
26	Budget Stabilization Reserve Fund.
27	(vii) No amount of the surplus in the General Fund
28	for fiscal year 2013 2014 may be deposited into the
29	Budget Stabilization Reserve Fund.
30	(viii) No amount of the surplus in the General Fund

1	for fiscal year 2014-2015 may be deposited into the
2	Budget Stabilization Reserve Fund.
3	(ix) No amount of the surplus in the General Fund
4	for fiscal year 2015 2016 may be deposited into the
5	Budget Stabilization Reserve Fund.
6	(x) No amount of the surplus in the General Fund for
7	fiscal year 2016-2017 may be deposited into the Budget
8	Stabilization Reserve Fund.
9	(2) If, at the end of any fiscal year, the ending
10	balance of the Budget Stabilization Reserve Fund equals or
11	exceeds 6% of the actual General Fund revenues received for
12	the fiscal year in which the surplus occurs, 10% of the
13	surplus shall be deposited by the end of the next succeeding
14	quarter into the Budget Reserve Stabilization Fund.
15	(c) Appropriated funds. The General Assembly may at any
16	time provide additional amounts from any funds available to this
17	Commonwealth as an appropriation to the Budget Stabilization
18	Reserve Fund.
19	SECTION 6. SECTION 1711-A OF THE ACT IS AMENDED TO READ: <
20	SECTION 1711-A. TRANSFER.
21	
	THE FOLLOWING APPLY:
22	THE FOLLOWING APPLY: (1) NOTWITHSTANDING SECTION 704 OF THE ACT OF JULY 6,
22	
	(1) NOTWITHSTANDING SECTION 704 OF THE ACT OF JULY 6,
23	(1) NOTWITHSTANDING SECTION 704 OF THE ACT OF JULY 6, 1989 (P.L.169, NO.32), KNOWN AS THE STORAGE TANK AND SPILL
23 24	(1) NOTWITHSTANDING SECTION 704 OF THE ACT OF JULY 6, 1989 (P.L.169, NO.32), KNOWN AS THE STORAGE TANK AND SPILL PREVENTION ACT, THE SECRETARY OF THE BUDGET SHALL, BY OCTOBER
23 24 25	(1) NOTWITHSTANDING SECTION 704 OF THE ACT OF JULY 6, 1989 (P.L.169, NO.32), KNOWN AS THE STORAGE TANK AND SPILL PREVENTION ACT, THE SECRETARY OF THE BUDGET SHALL, BY OCTOBER 15, 2002, TRANSFER THE SUM OF \$100,000,000 FROM THE
23 24 25 26	(1) NOTWITHSTANDING SECTION 704 OF THE ACT OF JULY 6, 1989 (P.L.169, NO.32), KNOWN AS THE STORAGE TANK AND SPILL PREVENTION ACT, THE SECRETARY OF THE BUDGET SHALL, BY OCTOBER 15, 2002, TRANSFER THE SUM OF \$100,000,000 FROM THE UNDERGROUND STORAGE TANK INDEMNIFICATION FUND TO THE GENERAL
23 24 25 26 27	(1) NOTWITHSTANDING SECTION 704 OF THE ACT OF JULY 6, 1989 (P.L.169, NO.32), KNOWN AS THE STORAGE TANK AND SPILL PREVENTION ACT, THE SECRETARY OF THE BUDGET SHALL, BY OCTOBER 15, 2002, TRANSFER THE SUM OF \$100,000,000 FROM THE UNDERGROUND STORAGE TANK INDEMNIFICATION FUND TO THE GENERAL FUND. THE SUM TRANSFERRED UNDER THIS SECTION SHALL BE REPAID

- 1 SUBMISSION REQUIRED PURSUANT TO SECTION 613 OF THE ACT OF
- 2 APRIL 9, 1929 (P.L.177, NO.175), KNOWN AS THE ADMINISTRATIVE
- 3 CODE OF 1929.
- 4 (2) NOTWITHSTANDING SECTION 704 OF THE STORAGE TANK AND
- 5 SPILL PREVENTION ACT, THE SECRETARY OF THE BUDGET SHALL, BY
- 6 OCTOBER 15, 2017, TRANSFER THE SUM OF \$100,000,000 FROM THE
- 7 UNDERGROUND STORAGE TANK INDEMNIFICATION FUND TO THE GENERAL
- 8 FUND. THE SUM TRANSFERRED UNDER THIS SECTION SHALL BE REPAID
- 9 <u>TO THE UNDERGROUND STORAGE TANK INDEMNIFICATION FUND AFTER</u>
- JUNE 30, 2018, AND BEFORE JULY 1, 2029, PLUS INTEREST. AN
- ANNUAL PAYMENT AMOUNT SHALL BE INCLUDED IN THE BUDGET
- 12 SUBMISSION REQUIRED PURSUANT TO SECTION 613 OF THE ACT OF
- 13 APRIL 9, 1929 (P.L.177, NO.175), KNOWN AS THE ADMINISTRATIVE
- 14 CODE OF 1929.
- 15 Section 7. Section 1774.1-A of the act, amended April 25,
- 16 2016 (P.L.168, No.25), is amended to read:
- 17 Section 1774.1-A. Other grants.
- 18 (a) Water and sewer. -- For the specified fiscal years, from
- 19 funds available to the authority under this act or under 58
- 20 Pa.C.S. § 2315(a.1)(4) (relating to Statewide initiatives), that
- 21 are unrelated to indebtedness incurred for the program, the
- 22 following apply:
- 23 (1) For fiscal year 2013-2014, the sum of \$3,000,000
- shall be available for water and sewer projects with a cost
- of not less than \$50,000 and not more than \$150,000.
- 26 (2) For fiscal year 2015-2016 and 2016-2017, the sum of
- \$22,000,000 shall be available for distribution or
- reimbursement for water and sewer projects with a cost of not
- less than \$30,000 and not more than \$500,000.
- 30 (3) For fiscal year 2017-2018, the sum of \$15,000,000

- 1 shall be available for distribution or reimbursement for
- 2 water and sewer projects with a cost of not less than \$30,000
- 3 and not more than \$500,000.
- 4 (a.1) Additional water and sewer. -- In addition to the funds
- 5 available under subsection (a) (3), for fiscal year 2017-2018,
- 6 the sum of \$10,000,000 from the trust account established under
- 7 64 Pa.C.S. § 1541 (relating to trust accounts) for the Building
- 8 Pennsylvania Program shall be transferred to the authority for
- 9 <u>distribution or reimbursement for water and sewer projects with</u>
- 10 a cost of not less than \$30,000 and not more than \$500,000.
- 11 (b) Guidelines. -- The authority shall adopt guidelines for
- 12 the approval of applications under this section and shall ensure
- 13 that grants are made available to all geographic areas of this
- 14 Commonwealth.
- 15 (c) Eligibility. -- An application for a water and sewer
- 16 project under this section may not be deemed ineligible if the
- 17 project detailed in the application is for a portion of a larger
- 18 project the total cost of which exceeds \$500,000.
- 19 Section 8. Section 1713-A.1(b) of the act, amended July 13,
- 20 2016 (P.L.664, No.85), is amended to read:
- 21 Section 1713-A.1. Use of fund.
- 22 * * *
- 23 (b) Appropriations.--
- 24 (1) Except as otherwise provided in paragraphs (1.1),
- (1.2), (1.3), (1.4) and (1.5), the General Assembly
- 26 appropriates moneys in the fund in accordance with the
- following percentages based on the annual payment received in
- each year:
- 29 (i) Thirteen percent for home and community-based
- 30 services pursuant to Chapter 5 of the Tobacco Settlement

- 1 Act. (ii) Four and five-tenths percent for tobacco use 2 3 prevention and cessation programs pursuant to Chapter 7 of the Tobacco Settlement Act. 4 5 Twelve and six-tenths percent for health and (iii) 6 related research pursuant to section 906 of the Tobacco 7 Settlement Act. 8 (iv) One percent for health and related research pursuant to section 909 of the Tobacco Settlement Act. 9 10 Eight and eighteen one-hundredths percent for 11 the uncompensated care payment program pursuant to 12 Chapter 11 of the Tobacco Settlement Act. 13 (vi) Thirty percent for the purchase of Medicaid 14 benefits for workers with disabilities pursuant to 15 Chapter 15 of the Tobacco Settlement Act. 16 Eight percent for the expansion of the PACENET program pursuant to Chapter 23 of the Tobacco Settlement 17 18 Act. 19 Twenty-two and seventy-two one-hundredths 20 percent shall remain in the fund to be separately 21 appropriated for health-related purposes. 22 (1.1) For fiscal year 2013-2014, the General Assembly 23 appropriates money in the fund in accordance with the 24 following percentage based on the annual payment received 25 each year: 26 Thirteen percent for home-based and community-(i)
- 26 (i) Thirteen percent for home-based and community27 based services under Chapter 5 of the Tobacco Settlement
 28 Act.
- 29 (ii) Two and ninety-three hundredths percent for 30 tobacco use prevention and cessation programs under

- 1 Chapter 7 of the Tobacco Settlement Act.
- 2 (iii) Six and three-tenths percent for health and
 3 related research under section 906 of the Tobacco
 4 Settlement Act.
 - (iv) One-half percent for health and related research under section 909 of the Tobacco Settlement Act.
 - (v) Four and nine-hundredths percent for the uncompensated care payment program under Chapter 11 of the Tobacco Settlement Act.
 - (vi) Thirty percent for the purchase of Medicaid benefits for workers with disabilities under Chapter 15 of the Tobacco Settlement Act.
 - (vii) Forty-three and eighteen hundredths percent shall remain in the fund to be separately appropriated for health-related purposes.
 - (1.2) For fiscal year 2014-2015, money in the fund from a payment received due to the recalculation of a prior annual payment shall remain in the fund to be separately appropriated for health-related purposes.
 - (1.3) For fiscal year 2014-2015, the General Assembly appropriates money in the fund in accordance with the following percentages based on the annual payment received each year:
- 24 (i) Thirteen percent for home-based and community-25 based services under Chapter 5 of the Tobacco Settlement 26 Act.
- (ii) Four and five-tenths percent for tobacco use
 prevention and cessation programs under Chapter 7 of the
 Tobacco Settlement Act.
- 30 (iii) Twelve and six-tenths percent for health and

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- related research under section 906 of the Tobacco

 Settlement Act.
 - (iv) One percent for health and related research under section 909 of the Tobacco Settlement Act.
 - (v) Eight and eighteen hundredths percent for the uncompensated care payment program under Chapter 11 of the Tobacco Settlement Act.
- 8 (vi) Fifteen and twelve hundredths percent for the 9 purchase of Medicaid benefits for workers with 10 disabilities under Chapter 15 of the Tobacco Settlement 11 Act.
 - (vii) Forty-five and six-tenths percent shall remain in the fund to be separately appropriated for health-related purposes.
- 15 (1.4) For fiscal year 2015-2016 and fiscal year 201616 2017, money in the fund from a payment received due to the
 17 recalculation of a prior annual payment shall remain in the
 18 fund to be separately appropriated for health-related
 19 purposes.
- 20 (1.5) For fiscal year 2015-2016 [and], fiscal year 2016-21 2017 and fiscal year 2017-2018, the General Assembly 22 appropriates money in the fund in accordance with the 23 following percentages based on the annual payment received 24 each year:
- 25 (i) Thirteen percent for home-based and community-26 based services under Chapter 5 of the Tobacco Settlement 27 Act.
- 28 (ii) Four and five-tenths percent for tobacco use
 29 prevention and cessation programs under Chapter 7 of the
 30 Tobacco Settlement Act.

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- 1 (iii) Twelve and six-tenths percent for health and
 2 related research under section 906 of the Tobacco
 3 Settlement Act.
 - (iv) One percent for health and related research under section 909 of the Tobacco Settlement Act.
 - (v) Eight and eighteen hundredths percent for the uncompensated care payment program under Chapter 11 of the Tobacco Settlement Act.
 - (vi) Thirty percent for the purchase of Medicaid benefits for workers with disabilities under Chapter 15 of the Tobacco Settlement Act.
- 12 (vii) Thirty and seventy-two hundredths percent
 13 shall remain in the fund to be separately appropriated
 14 for health-related purposes.
- 15 (2) In addition, any Federal funds received for any of 16 these programs are specifically appropriated to those 17 programs.
- 18 (3) All other payments and revenue received in the fund 19 other than the annual payment shall remain in the fund and 20 are available to be appropriated for health-related purposes.
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- 22 Section 9. The definitions of "commission," "Pennsylvania
- 23 Breeding Fund" and "Pennsylvania Sire Stakes Fund" in section
- 24 1721-A.1 of the act, added July 13, 2016 (P.L.664, No.85), are
- 25 amended to read:
- 26 Section 1721-A.1. Definitions.
- 27 The following words and phrases when used in this subarticle
- 28 shall have the meanings given to them in this section unless the
- 29 context clearly indicates otherwise:
- 30 * * *

- 1 "Commission." The State Horse Racing Commission established
- 2 under [Article XXVIII-D of the act of April 9, 1929 (P.L.177,
- 3 No.175), known as The Administrative Code of 1929] 3 Pa.C.S. §
- 4 9311 (relating to State Horse Racing Commission).
- 5 * * *
- 6 "Pennsylvania Breeding Fund." The restricted account in the
- 7 State Racing Fund established under [section 2836-D of the act
- 8 of April 9, 1929 (P.L.177, No.175), known as The Administrative
- 9 Code of 1929] 3 Pa.C.S. § 9336 (relating to Pennsylvania
- 10 Breeding Fund).
- 11 "Pennsylvania Sire Stakes Fund." The restricted account in
- 12 the State Racing Fund established under [section 2837-D of the
- 13 act of April 9, 1929 (P.L.177, No.175), known as The
- 14 Administrative Code of 1929] <u>3 Pa.C.S. § 9337 (relating to</u>
- 15 Pennsylvania Sire Stakes Fund).
- 16 Section 10. Sections 1722-A.1(c), 1723-A.1(2) and (3) and
- 17 1733-A.1 of the act, amended July 13, 2016 (P.L.664, No.85), are
- 18 amended to read:
- 19 Section 1722-A.1. Pennsylvania Race Horse Development Fund.
- 20 * * *
- 21 (c) Distributions. -- Except as provided under [sections 2813-
- 22 D and 2874-D of the Administrative Code of 1929] 3 Pa.C.S. §§
- 23 9313 (relating to budget) and 9374 (relating to costs of
- 24 enforcement of medication rules or regulations), and in
- 25 accordance with section 1723-A.1, the department shall make
- 26 distributions from the fund to each of the active and operating
- 27 Category 1 licensees conducting live racing.
- 28 Section 1723-A.1. Distributions from Pennsylvania Race Horse
- Development Fund.
- 30 Funds in the fund are appropriated to the department on a

- 1 continuing basis for the purposes set forth in this subsection
- 2 and shall be distributed to each active and operating Category 1
- 3 licensee conducting live racing as follows:
- 4 * * *

- 5 (2) Distributions from the fund shall be allocated as follows:
- 7 (i) For fiscal years 2013-2014 and 2014-2015, each 8 week, \$802,682 in the fund shall be transferred to the 9 account. This transfer shall not exceed \$17,659,000 annually.
 - (i.1) In addition to the transfer under subparagraph (i), for a total of 14 weeks from the effective date of this subparagraph, each week, \$300,000 shall be transferred from the fund, for a total amount of \$4,200,000, to the State Racing Fund to be used exclusively for the enforcement of the act of December 17, 1981 (P.L.435, No.135), known as the Race Horse Industry Reform Act. Moneys transferred pursuant to this subparagraph shall not be transferred subsequently to any other State fund or account for any purpose.
 - (i.2) For fiscal year 2015-2016, beginning on the effective date of this subparagraph, the sum of \$25,759,000 in the fund shall be transferred to the account in equal weekly amounts sufficient to complete the transfer by June 30, 2016.
 - (i.3) For fiscal year 2016-2017, the sum of \$19,659,000 in the fund shall be transferred to the account in 22 equal weekly amounts beginning on the effective date of this subparagraph.
- 30 (i.4) For fiscal year 2017-2018, the sum of

1	\$19,659,000 in the fund shall be transferred to the
2	account in 22 32 equal weekly amounts beginning on the
3	effective date of this subparagraph.
4	(I.5) FOR FISCAL YEAR 2017-2018, THE SUM OF <
5	\$10,750,000 SHALL BE TRANSFERRED TO THE GENERAL FUND IN
6	32 EQUAL WEEKLY AMOUNTS BEGINNING ON THE EFFECTIVE DATE
7	OF THIS SUBPARAGRAPH.
8	(ii) Each week, the money remaining in the fund
9	after any transfer under subparagraphs (i), (i.1), (i.2)
10	[and], (i.3) and (i.4), (i.4) and (i.5) shall be <
11	distributed to each active and operating Category 1
12	licensee conducting live racing in accordance with the
13	following formula:
14	(A) Divide:
15	(I) the total daily assessments paid, by
16	each active and operating Category 1 licensee
17	conducting live racing, into the fund for that
18	week; by
19	(II) the total daily assessments paid, by
20	all active and operating Category 1 licensees
21	conducting live racing, into the fund for that
22	week.
23	(B) Multiply the quotient under clause (A) by
24	the amount to be distributed under this subparagraph.
25	(iii) The distribution under subparagraph (ii) shall
26	be allocated as follows:
27	(A) The greater of 4% of the amount to be
28	distributed under subparagraph (ii) or \$220,000 shall
29	be used to fund health and pension benefits for the
30	members of the horsemen's organizations representing

1 the owners and trainers at the racetrack at which the 2 licensed racing entity operates for the benefit of 3 the organization's members, their families, employees and others in accordance with the rules and 4 eligibility requirements of the organization, as 5 6 approved by the commission. This amount shall be 7 deposited within five business days of the end of 8 each week into a separate account to be established 9 by each respective horsemen's organization at a banking institution of its choice. Of this amount, a 10 11 minimum of \$250,000 shall be paid annually by the 12 horsemen's organization to the thoroughbred jockeys 13 or standardbred drivers organization at the racetrack 14 at which the licensed racing entity operates for health insurance, life insurance or other benefits to 15 16 active and disabled thoroughbred jockeys or standardbred drivers in accordance with the rules and 17 18 eligibility requirements of that organization. The 19 total distribution under this clause in any fiscal 20 year shall not exceed \$11,400,000. 21 Of the money remaining to be distributed 22 under subparagraph (ii) after application of clause 23 (A), the following disbursements shall be made: 24 Eighty-three and one-third percent of

(I) Eighty-three and one-third percent of the money to be distributed under this clause shall be deposited on a weekly basis into a separate, interest-bearing purse account to be established by and for the benefit of the horsemen. The earned interest on the account shall be credited to the purse account. Licensees

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shall combine these funds with revenues from

existing purse agreements to fund purses for live

races consistent with those agreements with the

advice and consent of the horsemen.

(II) For thoroughbred tracks, 16 and 2/3% of the money to be distributed under this clause shall be deposited on a weekly basis into the Pennsylvania Breeding Fund. For standardbred tracks, 8 and 1/3% of the money to be distributed under this clause shall be deposited on a weekly basis into the Pennsylvania Sire Stakes Fund; and 8 and 1/3% of the money to be distributed under this clause shall be deposited on a weekly basis into a restricted account in the State Racing Fund to be known as the Pennsylvania Standardbred Breeders Development Fund. The commission shall, in consultation with the Secretary of Agriculture, promulgate regulations adopting a standardbred breeders program that will include the administration of the Pennsylvania Stallion Award, the Pennsylvania Bred Award and the Pennsylvania Sired and Bred Award.

(3) The following shall apply:

- (i) For fiscal year 2016-2017, the department shall transfer \$8,555,255 from the fund to the State Racing Fund pursuant to section 2874-D of The Administrative Code of 1929.
- 28 (ii) For fiscal year 2017-2018, the department shall
 29 transfer \$10,066,000 from the fund to the State Racing
 30 Fund pursuant to 3 Pa.C.S. § 9374 (relating to costs of

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- 1 <u>enforcement of medication rules or regulations).</u>
- 2 Section 1733-A.1. Drug and Alcohol Programs.
- For fiscal year 2015-2016 [and], fiscal year 2016-2017 and
- 4 <u>fiscal year 2017-2018</u>, \$2,500,000 from the sale of liquor and
- 5 alcohol shall be transferred to the Department of Drug and
- 6 Alcohol Programs for the purposes set forth in section 802(c) of
- 7 the act of April 12, 1951 (P.L.90, No.21), known as the Liquor
- 8 Code.
- 9 Section 10.1. The act is amended by adding a section to
- 10 read:
- 11 <u>Section 1734-A.1. Workers' Compensation Security Fund.</u>
- 12 Notwithstanding section 2112 of the act of July 12, 2016
- 13 (P.L.1577, No.16A), known as the General Appropriation Act of
- 14 2016, or any other provision of law to the contrary, any amount
- 15 transferred from the Workers' Compensation Security Fund
- 16 pursuant to section 2112 shall be repaid to the Workers'
- 17 Compensation Security Fund by July 1, 2019.
- 18 Section 11. Section 1741 A.1 of the act, added April 25,
- 19 2016 (P.L.168, No.25), is amended to read:
- 20 Section 1741 A.1. Definitions.
- 21 The following words and phrases when used in this subarticle-
- 22 shall have the meanings given to them in this section unless the
- 23 context clearly indicates otherwise:
- 24 "Authority." The Commonwealth Financing Authority
- 25 <u>established under 64 Pa.C.S. Ch. 15 (relating to Commonwealth</u>
- 26 Financing Authority).
- 27 "Fund." The Natural Gas Infrastructure Development Fund.
- 28 Section 12. Section 1743 A.1 of the act is amended by adding-
- 29 a subsection to read:
- 30 Section 1743 A.1. Transfer of funds.

- 1 * * *
- 2 (c) Fiscal year 2017 2018. For fiscal year 2017 2018, the
- 3 sum of \$6,000,000 from the trust account established under 64
- 4 Pa.C.S. § 1541 (relating to trust accounts) for the Building
- 5 Pennsylvania Program shall be transferred to the fund for use by
- 6 <u>the authority.</u>
- 7 Section 12.1. Article XVII A.1 of the act is amended by
- 8 adding a subarticle to read:
- 9 <u>SUBARTICLE F</u>
- 10 FIRST CHANCE TRUST FUND
- 11 <u>Section 1751-A.1. Definitions.</u>
- 12 The following words and phrases when used in this subarticle
- 13 shall have the meanings given to them in this section unless the
- 14 <u>context clearly indicates otherwise:</u>
- 15 "Annual contract amount." The amount of revenue paid to a
- 16 <u>contractor in the fiscal year.</u>
- 17 "Child." A child under 18 years of age who resides in this
- 18 <u>Commonwealth</u>.
- 19 "Commission." The Pennsylvania Commission on Crime and
- 20 Delinquency.
- 21 "Commonwealth agency." An executive agency, an independent
- 22 agency or a State affiliated entity.
- 23 <u>"Department." The Department of Corrections of the</u>
- 24 Commonwealth.
- 25 "Fund." The First Chance Trust Fund established under
- 26 section 1752-A.1.
- 27 <u>"Program." An evidence based or outcome-based program for</u>
- 28 children who meet the eligibility requirements determined by the
- 29 <u>commission</u>, <u>aimed at reducing risk factors and producing</u>
- 30 positive outcomes, which may include mentoring, individual

1	counseling and therapeutic services and family strengthening
2	<u>activities.</u>
3	"Scholarship program." A program which assists students in
4	obtaining education or other vocational training who meet all of
5	the following criteria:
6	(1) The students reside within this Commonwealth and
7	attend an educational or vocational training institution
8	<u>located in this Commonwealth.</u>
9	(2) The students are 24 years of age or younger.
10	(3) The students meet other eligibility requirements as
11	determined by the commission in accordance with this
12	<u>subarticle.</u>
13	Section 1752 A.1. First Chance Trust Fund.
14	The First Chance Trust Fund is established as a restricted
15	account in the General Fund.
16	Section 1753 A.1. Use of fund.
17	(a) Source of revenue. The fund shall include revenues from
18	the following:
19	(1) Contributions from selected contractors of
20	designated contracts as specified under section 1754 A.1.
21	(2) Grants, gifts, donations and other payments from an
22	individual, a person, a business entity, a nonprofit entity
23	or a government entity.
24	(3) Money appropriated into the fund.
25	(b) Appropriation. Money in the fund is appropriated to the
26	commission on a continuing basis for purposes set forth under
27	subsection (c).
28	(c) Authorization. The commission may allocate revenues
29	from the fund for the following purposes:
30	(1) Establishing and operating a scholarship program for

Τ	<u>students in those regions of this Commonwealth which have</u>
2	statistically higher high school dropout rates or
3	incarceration rates as determined by the commission.
4	(2) Providing grants to programs that benefit children
5	in those regions of this Commonwealth which have
6	statistically higher high school dropout rates or
7	incarceration rates as determined by the commission.
8	(d) Contributions. The commission may solicit and accept
9	gifts, donations, legacies and other revenues for deposit into
10	the fund from a person or government entity.
11	(e) Operation. The following apply:
12	(1) The commission shall adopt a statement of policy for
13	the maintenance and use of the fund within 60 days of the
14	effective date of this section. The policy shall be published
15	as a notice in the Pennsylvania Bulletin, but shall not be
16	subject to review under any of the following:
17	(i) Section 205 of the act of July 31, 1968
18	(P.L.769, No.240), referred to as the Commonwealth
19	Documents Law.
20	(ii) Sections 204(b) and 301(10) of the act of
21	October 15, 1980 (P.L.950, No.164), known as the
22	<u>Commonwealth Attorneys Act.</u>
23	(iii) The act of June 25, 1982 (P.L.633, No.181),
24	known as the Regulatory Review Act.
25	(2) No payment shall be made from the fund before the
26	statement of policy has been published as provided for under
27	this subsection.
28	(f) Report. By July 31, 2018, and every year thereafter,
29	the commission shall submit a report to the chairperson and
30	minority chairperson of the Appropriations Committee of the

1	Senate, the chairperson and minority chairperson of the
2	Judiciary Committee of the Senate, the chairperson and minority
3	chairperson of the Appropriations Committee of the House of
4	Representatives and the chairperson and minority chairperson of
5	the Judiciary Committee of the House of Representatives. The
6	report shall specify all of the following:
7	(1) The fund's revenues and expenditures in the prior
8	<u>fiscal year.</u>
9	(2) The number of academic scholarships awarded and the
10	name and the county of residence of the recipients of
11	<u>academic scholarships.</u>
12	(3) The number of grants awarded and the name and county
13	of residence of the grantees.
14	(g) Audit. The Auditor General shall conduct an audit of
15	the fund's revenues and expenditures no later than three years
16	after the effective date of this section. The Auditor General
17	shall conduct subsequent audits of the fund's revenues and
18	expenditures no more than once every three years from the date
19	of the preceding audit. The Auditor General shall submit a
20	report of each audit to the Governor, the chairperson and
21	minority chairperson of the Appropriations Committee of the
22	Senate and the chairperson and minority chairperson of the
23	Appropriations Committee of the House of Representatives.
24	Section 1754 A.1. Contributions to the fund.
25	(a) Department procurement. The following apply:
26	(1) Within six months of the effective date of this
27	section, the department shall include a requirement in a
28	notice for invitations for bids under 62 Pa.C.S. § 512
29	(relating to competitive sealed bidding), a notice of request
30	for proposals under 62 Pa.C.S. § 513 (relating to competitive

1 sealed proposals) and a notice for sole source procurement 2 under 62 Pa.C.S. § 515 (relating to sole source procurement), 3 if the contract dollar threshold is expected to exceed \$5,000,000 annually, that the selected contractor contribute 4 5 the equivalent value of 1% of the annual contract amount to 6 the fund no later than June 30 of any fiscal year when the 7 contract is in effect. The department may withhold the 8 equivalent of 1% of the annual contract amount and remit the money to the fund on behalf of the selected contractor in 9 10 order to effectuate the contribution. (2) Upon prior approval by the Secretary of Corrections, 11 the department may waive the contribution requirement under 12 13 paragraph (1). (b) Commonwealth agency procurement. Within six months of 14 the effective date of this section, a Commonwealth agency may 15 include a requirement in a notice for invitations for bids under 16 62 Pa.C.S. § 512, a notice of request for proposals under 62 17 18 Pa.C.S. § 513 and a notice for sole source procurement under 62 Pa.C.S. § 515, if the contract dollar threshold is expected to 19 exceed \$5,000,000 annually, that the selected contractor 20 contribute the equivalent value of 1% of the annual contract 21 amount to the fund no later than June 30 of any fiscal year when 22 23 the contract is in effect. The Commonwealth agency may withhold payment equivalent of 1% of the annual contract amount and remit 24 25 the payment to the fund on behalf of the selected contractor in 26 order to effectuate the contribution. 27 (c) Use. Contributions under subsections (a) and (b) shall 28 be deposited into the fund and shall only be used for the purposes set forth in section 1753-A.1(c). 29 30 (d) Deposits. Within 15 days of the last day of each month,

- commission and the Office of the Budget, in consultation 1
- with the State Treasurer, shall compute the total amount of 2
- 3 revenue from all sources received by the Commonwealth during the
- immediately preceding month which shall be deposited into the 4
- 5 fund by the State Treasurer in accordance with this subarticle.
- 6 SECTION 11. (RESERVED).
 - <--
- 7 SECTION 12. (RESERVED).
- 8 Section 13. Section 1726-C(6) of the act is repealed:
- 9 Section 1726-C. Fund transfers.
- 10 The following shall apply:
- * * * 11
- 12 [(6) Notwithstanding Subchapter C of Chapter 7 of the
- 13 act of March 20, 2002 (P.L.154, No.13), known as the Medical
- 14 Care Availability and Reduction of Error (Mcare) Act, the sum
- of \$200,000,000 shall be transferred from the unappropriated 15
- 16 surplus of the Pennsylvania Professional Liability Joint
- 17 Underwriting Association to the General Fund. The sum
- 18 transferred under this section shall be repaid to the
- 19 Pennsylvania Professional Liability Joint Underwriting
- 20 Association over a five-year period commencing July 1, 2018.
- 21 An annual payment amount shall be included in the budget
- 22 submission required under section 613 of the act of April 9,
- 23 1929 (P.L.177, No.175), known as The Administrative Code of
- 24 1929.1
- 25
- 26 Section 14. Sections 1718 E and SECTION 1719-E of the act
- are IS amended to read: 27 <--

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- 28 Section 1718 E. Department of Agriculture.
- (a) Appropriations. The following shall apply to 29
- 30 appropriations for the Department of Agriculture:

(1) No expenditures may be made from the appropriation

for the payment to the State Farm Products Show Fund or from

the State Farm Products Show Fund for any activities

associated with the PAFE unless such activities take place on

the premises of the Farm Show Complex, Harrisburg,

appropriations for development and operation of an openlivestock show, for planning and staging of an open dairyshow and for promotion and holding of annual local, regionaland State 4H clubs and Future Farmers of America dairy shows
as it deems appropriate, to an association whose purposes are
in accord with the purposes and intent of the appropriations.
Allocations under this paragraph shall be used for the
development and operation of Livestock, Dairy and Junior
Dairy Shows in the Pennsylvania Farm Show Complex, provided
that the funds allocated by the department shall only be used
for the specific items approved by the department in advance.

(b) Pennsylvania Malt and Brewed Beverages Industry

20 <u>Promotion Board. The members of the Pennsylvania Malt and</u>

21 <u>Brewed Beverages Industry Promotion Board established under</u>

22 <u>section 446.1 of the act of April 12, 1951 (P.L.90, No.21),</u>

23 known as the Liquor Code, shall be entitled to reimbursement

24 from the Department of Agriculture for reasonable and necessary

25 expenses incurred in connection with the performance of their

26 <u>duties as members of the board.</u>

27 Section 1719-E. Department of Community and Economic

Development.

Pennsylvania.

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29 <u>(a) Appropriations.--</u>The following shall apply to

30 appropriations for the Department of Community and Economic

- 1 Development:
- 2 (1) No more than 20% of funds appropriated for grants
- 3 under the act of May 20, 1949 (P.L.1633, No.493), known as
- 4 the Housing and Redevelopment Assistance Law, shall be
- 5 allocated to any one political subdivision.
- 6 (2) (Reserved).
- 7 (b) Expenditures for media advertising. -- The provisions of
- 8 the act of December 20, 2015 (P.L.497, No.90), known as the
- 9 Taxpayer-Funded Advertising Transparency Act, shall not apply to
- 10 expenditures for media advertising authorized for the Department
- 11 of Community and Economic Development under section 4 or 5 of
- 12 the act of May 10, 1939 (P.L.111, No.51), known as the Commerce
- 13 <u>Law.</u>
- 14 (c) Notwithstanding any other provision of law to the
- 15 contrary, in addition to the powers granted to an authority
- 16 <u>under 53 Pa.C.S. § 5607 (relating to purposes and powers), an</u>
- 17 authority may:
- 18 (1) Perform the replacement or remediation of private
- 19 water laterals and private sewer laterals for customers of
- 20 the authority if the authority determines that the
- 21 replacement or remediation will benefit the public health,
- 22 <u>public water supply system or public sewer system. No</u>
- 23 authority that has performed a replacement or remediation
- 24 shall be deemed to be the owner of a private water lateral or
- 25 <u>private sewer lateral or be obligated to perform any other</u>
- 26 duties unless determined necessary by the authority.
- 27 <u>(2) Use public funds and utilize authority employees for</u>
- 28 the replacement or remediation of private water laterals and
- 29 <u>private sewer laterals if the authority determines that the</u>
- 30 replacement or remediation will benefit the public health,

- 1 <u>public water supply system or public sewer system. Before</u>
- 2 using public funds the authority shall consider the
- 3 availability of public funds, equipment, personnel and
- 4 <u>facilities and the competing demands of the authority for</u>
- 5 public funds, equipment, personnel and facilities.
- 6 (3) Construct and maintain water or sanitary sewer pump
- 3 stations, public water distribution systems, public sewer
- 8 <u>collection systems or similar general construction services</u>
- 9 within the service area of the authority or by contract or
- 10 agreement with the authority.
- 11 (d) Definitions.—As used in this section, the following—
- 12 words and phrases shall have the meanings given to them in this
- 13 <u>subsection unless the context clearly indicates otherwise:</u>
- 14 "Authority." An authority incorporated under 53 Pa.C.S. Ch.
- 15 56 (relating to municipal authorities).
- 16 <u>"Private sewer lateral." A line on a property upon which a</u>
- 17 building or structure is located that connects to a public sewer
- 18 system.
- 19 "Private water lateral." A line on a property upon which a
- 20 building or structure is located that connects to a public water
- 21 system.
- 22 Section 14.1. Section 1722 E of the act is amended by adding
- 23 a subsection to read:
- 24 Section 1722-E. Department of Education.
- 25 * * *
- 26 (c) Educational access program funding. The amount of
- 27 educational access program funding received in the 2017-2018
- 28 fiscal year by a school district identified for financial watch
- 29 status under section 694 A of the act of March 10, 1949 (P.L.30,
- 30 No.14), known as the Public School Code of 1949, during the

- 1 2016 2017 school year shall be deemed to be a part of the school
- 2 district's allocation amount under section 2502.53(b)(1) of the
- 3 Public School Code of 1949 for the 2017-2018 school year and
- 4 <u>each school year thereafter.</u>
- 5 (d) Maximum school district market value. Beginning July 1,
- 6 2017, for the purposes of the calculations described in section
- 7 2501(14) and (14.1) of the act of March 10, 1949 (P.L.30,
- 8 No.14), known as the Public School Code of 1949, a school
- 9 <u>district's market value shall not exceed \$47,000,000,000 and, in</u>
- 10 each subsequent year, the maximum market value shall be
- 11 <u>increased</u> by the percentage increase in market value for all
- 12 school districts.
- 13 Section 15. Section 1724.1-E of the act, amended July 13,
- 14 2016 (P.L.664, No.85), is amended to read:
- 15 Section 1724.1-E. Pennsylvania Gaming Control Board.
- 16 (a) Required deposit. -- Notwithstanding 4 Pa.C.S. Pt. II
- 17 (relating to gaming) or any other provision of law to the
- 18 contrary, any payment of a slot machine license fee under 4
- 19 Pa.C.S. § 1209 (relating to slot machine license fee) received
- 20 by the Pennsylvania Gaming Control Board after June 30, 2014,
- 21 shall be deposited in and credited to the General Fund.
- 22 (b) 2016-2017 fiscal year. Notwithstanding 4 Pa.C.S. Pt. II <--
- (B) DEADLINES FOR FEES. -- THE FOLLOWING SHALL APPLY:
- 24 (1) NOTWITHSTANDING 4 PA.C.S. PT. II or any other
- 25 provision of law to the contrary, for any slot machine
- license issued in the 2016-2017 fiscal year the [Pennsylvania
- 27 Gaming Control Board] <u>board</u> shall require the slot machine
- license fee under subsection (a) and the fee under 4 Pa.C.S.
- 29 § 13A61 (relating to table game authorization fee) to be paid
- in full no later than June 30, 2017.

1	(c) 2017-2018 fiscal year Notwithstanding 4 Pa.C.S. Pt. II	<
2	(2) NOTWITHSTANDING 4 PA.C.S. PT. II or any other	<
3	provision of law to the contrary, for any slot machine	
4	license issued in the 2017 2018 fiscal year AFTER JUNE 30,	<
5	2017, the board shall require the slot machine license fee	
6	under subsection (a) and the fee under 4 Pa.C.S. § 13A61 to	
7	be paid in full no later than June 30, 2018. 10 DAYS AFTER	<
8	THE ISSUANCE OF THE LICENSE OR AUTHORIZATION.	
9	Section 15.1. Section $1729-E(2)$ (ii) and (3) (i) of the act,	
10	amended April 25, 2016 (P.L.168, No.25), are amended to read:	
11	Section 1729-E. Department of Human Services.	
12	The following shall apply to appropriations for the	
13	Department of Human Services:	
14	* * *	
15	(2) Federal and State medical assistance payments. The	
16	following shall apply:	
17	* * *	
18	(ii) [(Reserved).] Notwithstanding any other	
19	provision of law, the assessment implemented under	
20	Article VIII-A of the act of June 13, 1967 (P.L.31,	
21	No.21), known as the Human Services Code, shall be	
22	remitted electronically in periodic submissions, as	
23	specified by the Department of Human Services, not to	
24	exceed five times per year. A nursing facility shall	
25	report the total assessment amount owed on forms and in	
26	accordance with instructions prescribed by the	
27	department. The nursing facility shall remit the total	
28	assessment amount owed by the due date specified by the	
29	department, which shall not be prior to 30 days from the	
20	data of the accord notice muhlished under costice OAE	

1 A(a) of the Human Services Code.

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(3) The following shall apply:

- (i) If, in any fiscal year, the annual appropriation for payments to counties under section 704.1(a) of the [act of June 13, 1967 (P.L.31, No.21), known as the]
 Human Services Code[,] has not been enacted by September 1, an amount shall be appropriated as of September 1 to the Department of Human Services for the purpose of making payments to counties under section 704.1(g)(5) and (g.1) of the Human Services Code that is equal to the difference between:
 - (A) the amount of funds specified as the aggregate child welfare needs-based budget allocation by the General Assembly under section 709.3(c.1) of the Human Services Code in the general appropriation act for the immediately preceding fiscal year as necessary to fund child welfare services provided for that fiscal year; and
 - (B) the amount of funds actually provided for reimbursement to counties during that fiscal year.

22 * * *

- 23 Section 15.2. Section 1753.1-E of the act, added July 13,
- 24 2016 (P.L.664, No.85), is amended to read:
- 25 Section 1753.1-E. Commonwealth Financing Authority Restricted
- Revenue Account.
- 27 <u>(a) Account.--</u>There is established a restricted revenue
- 28 account within the General Fund for the purpose of making
- 29 principal and interest payments coming due in each fiscal year,
- 30 beginning July 1, 2016, or thereafter, for outstanding

- 1 indebtedness of the Commonwealth Financing Authority. The State
- 2 Treasurer, upon consultation with the Secretary of the Budget,
- 3 shall transfer from the general revenues of the Commonwealth
- 4 collected under Article II of the act of March 4, 1971 (P.L.6,
- 5 No.2), known as the Tax Reform Code of 1971, to the restricted
- 6 revenue account such amounts, as may be necessary, to make
- 7 payment for principal and interest obligations. The State
- 8 Treasurer and the Secretary of the Budget shall consider the
- 9 timing of principal and interest payments and General Fund cash
- 10 flow when determining transfer amounts. Transfer of general
- 11 revenues under this section shall not exceed the amount
- 12 certified under 64 Pa.C.S. § 1543(e) (relating to indebtedness).
- 13 (b) Reports.--Within ten days of the expiration of each
- 14 guarter of each fiscal year, the Secretary of the Budget shall
- 15 provide to the chairperson and minority chairperson of the
- 16 Appropriations Committee of the Senate and the chairperson and
- 17 minority chairperson of the Appropriations Committee of the
- 18 House of Representatives a report relating to the restricted
- 19 revenue account under subsection (a) that includes at least all
- 20 of the following:
- 21 (1) A list of transfers from the general revenues of the
- 22 Commonwealth collected under Article II of the act of March
- 23 <u>4, 1971 (P.L.6, No.2), known as the Tax Reform Code of 1971,</u>
- 24 to the restricted revenue account in the preceding quarter.
- 25 (2) A list of projected transfers from the general
- 26 revenues of the Commonwealth collected under Article II of
- 27 <u>the Tax Reform Code of 1971 to the restricted revenue account</u>
- that will be made in the succeeding four quarters.
- 29 (3) An itemized list of the principal and interest
- 30 payments and the timing of those payments made from the

- 1 <u>restricted revenue account in the preceding quarter.</u>
- 2 (4) An itemized list of the principal and interest
- 3 payments and the timing of those payments to be paid from the
- 4 <u>restricted revenue account in the succeeding four quarters.</u>
- 5 (5) An estimate of the total amount of outstanding
- 6 Commonwealth Financing Authority debt to be paid from the
- 7 restricted revenue account.
- 8 Section 16. Section 1795.1 E of the act is amended to read: <--
- 9 Section 1795.1 E. Surcharges.
- 10 (a) Legislative finding. Due to reductions in revenue
- 11 available to the Commonwealth, it is necessary to increase
- 12 certain fees or surcharges to adequately fund the Unified
- 13 Judicial System.
- 14 (b) Imposition. In addition to the fee under [42 Pa.C.S. §
- 15 3733.1(a)(1) (relating to surcharge)] section 2802-E(a)(1) of
- 16 the act of April 9, 1929 (P.L.177, No.175), known as The
- 17 Administrative Code of 1929, an additional surcharge of \$10
- 18 shall be charged and collected by a division of the Unified
- 19 Judicial System. The provisions of section 2802 E(b) of The
- 20 Administrative Code of 1929 shall not apply to this subsection.
- 21 This subsection shall expire December 31, [2017] 2020.
- 22 Section 16.1. The act is amended by adding a section to-
- 23 read:
- 24 <u>Section 1798.3-E. Multimodal Transportation Fund.</u>
- 25 (a) Department of Transportation. From funds available to
- 26 the Department of Transportation under 74 Pa.C.S. § 2104(a)(2)
- 27 (relating to use of money in fund), the local match under 74
- 28 Pa.C.S. § 2106 (relating to local match) may be waived by the
- 29 Secretary of Transportation for good cause if the applicant for
- 30 assistance is a municipality.

- 1 (b) Commonwealth Financing Authority. Notwithstanding the
- 2 provisions of 74 Pa.C.S. § 2106, a municipality receiving
- 3 financial assistance under 74 Pa.C.S. § 2104(a)(4) may not be
- 4 <u>required to provide a local match.</u>
- 5 (c) Definition. As used in this section, the term
- 6 "municipality" shall mean a city, borough, incorporated town or
- 7 township.
- 8 (d) Expiration. This section shall expire December 31,
- 9 2018.
- 10 Section 16.2. Section 1799.1 E of the act is amended to
- 11 read:
- 12 Section 1799.1-E. Pennsylvania Liquor Control Board.
- 13 <u>(a) License fees. In order to encourage applications for</u>
- 14 licensure for tavern gaming, the Pennsylvania Liquor Control-
- 15 Board may reduce the license fee under section 905(c) of the act-
- 16 of December 19, 1988 (P.L.1262, No.156), known as the Local
- 17 Option Small Games of Chance Act, to \$500 upon approval of the
- 18 license.
- 19 (b) Unallocated grant money. In any fiscal year when grant
- 20 money authorized under section 446.1 of the act of April 12,
- 21 1951 (P.L.90, No.21), known as the Liquor Code, remains
- 22 <u>unallocated</u>, the remaining amount of money shall be made
- 23 available for grants in subsequent fiscal years.
- 24 Section 16.3. The act is amended by adding sections to read:
- 25 Section 1799.5-E. Sales by distilleries.
- 26 (a) General rule. Notwithstanding any provision of the act
- 27 of April 12, 1951 (P.L.90, No.21), known as the Liquor Code, to
- 28 the contrary, the holder of a distillery or limited distillery
- 29 license may sell liquor to the board and to persons not licensed
- 30 by the board. A distillery or limited distillery license holder

- 1 may also directly sell liquor to any license or permit holder
- 2 that is otherwise authorized to sell liquor. However, aggregate
- 3 sales to the license and permit holders may not exceed 50,000
- 4 gallons during a calendar year. A license or permit holder that
- 5 wishes to acquire liquor produced by a distillery or limited
- 6 <u>distillery license holder after the producer has reached its</u>
- 7 aggregate 50,000 gallon limit may still acquire the product if
- 8 it is available from the board. If a person holds more than one
- 9 distillery or limited distillery license, either directly or
- 10 through a wholly owned subsidiary, the sales from all such
- 11 <u>licenses shall be considered when determining whether the</u>
- 12 <u>50,000 gallon limit has been reached.</u>
- 13 <u>(b) Definitions.--As used in this section, the term "board"</u>
- 14 <u>means the Pennsylvania Liquor Control Board.</u>
- 15 <u>Section 1799.6-E. Suspension for inspection deficiencies.</u>
- 16 (a) Inspection deficiencies. If the Pennsylvania Liquor
- 17 Control Board finds, through an inspection by one of the board's
- 18 employees, that a licensee does not meet a requirement under the
- 19 act of April 12, 1951 (P.L.90, No.21), known as the Liquor Code,
- 20 or the Pennsylvania Liquor Control Board's regulations that
- 21 renders the licensee ineligible for the license, including, but
- 22 not limited to, those instances when the licensee no longer
- 23 meets the seating, square footage, food, health license or room
- 24 requirements for the license, the Pennsylvania Liquor Control
- 25 Board may immediately suspend the operating privileges of the
- 26 licensee and shall give written notice to the licensee as to the
- 27 <u>exact deficiency observed. The operating privileges shall remain</u>
- 28 <u>suspended until the licensee can establish to the Pennsylvania</u>
- 29 Liquor Control Board's satisfaction that the licensee is again
- 30 eligible for the license.

- 1 (b) Hearing. If the Pennsylvania Liquor Control Board
- 2 refuses to reinstate the licensee's operating privileges, a
- 3 suspended licensee may request a hearing before the Commonwealth
- 4 <u>Court solely on the issue of whether the licensee is eliqible</u>
- 5 for reinstatement of its operating privileges. The Commonwealth
- 6 Court may not lift a suspension imposed by the Pennsylvania
- 7 <u>Liquor Control Board until after it holds a hearing.</u>
- 8 <u>(c) Additional penalties. An administrative suspension</u>
- 9 shall be in addition to any other penalties provided by law.
- 10 (d) Continued fitness. Other violations of the law or
- 11 questions as to the continued fitness of a licensee that are
- 12 <u>currently addressed through the citation process under section</u>
- 13 <u>471 of the Liquor Code or the Pennsylvania Liquor Control</u>
- 14 Board's nonrenewal process under section 470(a.1) of the Liquor
- 15 <u>Code shall continue to be addressed in that manner and not</u>
- 16 through the suspension process under this section.
- 17 SECTION 16. THE ACT IS AMENDED BY ADDING SECTIONS TO READ: <--
- 18 <u>Section 1799.7 E 1799.5-E. State Employees' Retirement System</u> <--
- 19 Restricted Account.
- 20 (a) Authority. -- Notwithstanding any other law to the
- 21 contrary, the State Employees' Retirement Board shall receive <--
- 22 as part of the amounts transferred to the board, an amount of
- 23 \$5,269,000 FROM UNEXPENDED PRIOR YEAR AGENCY GENERAL OPERATING <--
- 24 BALANCES to be placed in a restricted account for use by the
- 25 board.
- 26 (b) Use of funds.--The funds shall only be expended for the
- 27 <u>purpose of paying the administrative expenses of the board to</u>
- 28 establish and implement the State Employees' Defined
- 29 Contribution Plan established under 71 Pa.C.S. Ch. 58 (relating
- 30 to State employees' defined contribution plan).

- 1 (c) Nature of funds. -- No funds may be transferred under
- 2 subsection (a) that are otherwise required to be transferred to
- 3 the board for any other purpose required by law.
- 4 <u>Section 1799.8 E 1799.6-E. Public School Employees' Retirement</u> <--
- 5 <u>System Restricted Account.</u>
- 6 (a) Authority. -- From the amounts appropriated but unexpended
- 7 <u>for school employees' retirement for fiscal years prior to</u>
- 8 <u>fiscal year 2017-2018</u>, the sum of \$6,801,000 shall be
- 9 <u>transferred to the Public School Employees' Retirement System</u>
- 10 and placed in a restricted account for use by the board.
- 11 (b) Use of funds.--The funds transferred under subsection
- 12 (a) shall only be used for the purpose of paying the
- 13 <u>administrative expenses of the board to establish and implement</u>
- 14 the Public School Employees' Defined Contribution Plan
- 15 <u>established under 24 Pa.C.S. Ch. 84 (relating to school</u>
- 16 <u>employees' defined contribution plan).</u>
- 17 (c) Nature of funds. -- No funds may be transferred under
- 18 subsection (a) that are otherwise required to be transferred to
- 19 the board for any other purpose required by law.
- 20 Section 17. Sections 1706-E.2, 1707-E.2 and 1708-E.2(i) of <--
- 21 the act, added April 25, 2016 (P.L.168, No.25), are amended to
- 22 read:
- 23 Section 1706-E.2. Sinking fund charges for school building
- 24 projects.
- 25 The following shall apply:
- 26 (1) All school districts which submitted completed
- 27 applications to the department prior to the effective date of
- this section, and which vote to proceed with construction and
- 29 awarded bids on their construction contracts no later than
- 30 July 1, [2019] <u>2021</u>, shall, as permitted by law, either be

- 1 awarded a one-time capital grant, if available, for the
- 2 approved project in lieu of approved reimbursement payments
- or, if not available, shall receive payments in the form of
- 4 reimbursements.
- 5 (2) The department shall administer the payments due and
- 6 payable under this section, and shall determine the amount of
- 7 the capital grant due each school district which shall not
- 8 exceed the maximum reimbursable project amount.
- 9 SECTION 1707-E.2. LIMITATION ON NEW APPLICATIONS FOR DEPARTMENT <--
- 10 OF EDUCATION APPROVAL OF PUBLIC SCHOOL BUILDING
- PROJECTS.
- 12 FOR THE 2015-2016 [AND], 2016-2017 AND 2017-2018 SCHOOL
- 13 YEARS, THE DEPARTMENT OF EDUCATION SHALL NOT ACCEPT OR APPROVE
- 14 NEW BUILDING CONSTRUCTION OR RECONSTRUCTION PROJECT
- 15 APPLICATIONS. COMPLETED SCHOOL BUILDING CONSTRUCTION OR
- 16 RECONSTRUCTION PROJECT APPLICATIONS RECEIVED BY THE DEPARTMENT
- 17 OF EDUCATION BY MAY 15, 2016, ARE NOT SUBJECT TO THIS
- 18 SUBSECTION.
- 19 Section 1708-E.2. Public School Building Construction and
- 20 Reconstruction Advisory Committee.
- 21 * * *
- 22 (i) Report.--The committee shall issue a report not later
- 23 than [May 15,] October 31, 2017] JANUARY 31, 2018, of the
- 24 committee's findings to the Governor, the President pro tempore

<--

- 25 of the Senate, the Majority Leader and Minority Leader of the
- 26 Senate, the Appropriations Committee and Education Committee of
- 27 the Senate, the Speaker of the House of Representatives, the
- 28 Majority Leader and Minority Leader of the House of
- 29 Representatives, the Appropriations Committee and Education
- 30 Committee of the House of Representatives and the Secretary of

- 1 Education.
- 2 SECTION 17.1. THE ACT IS AMENDED BY ADDING AN ARTICLE TO <--
- 3 READ:
- 4 ARTICLE XVII-E.5
- 5 TOBACCO ANNUITY LIQUIDATION
- 6 <u>SECTION 1701-E.5.</u> <u>DEFINITIONS.</u>
- 7 THE FOLLOWING WORDS AND PHRASES WHEN USED IN THIS ARTICLE
- 8 SHALL HAVE THE MEANINGS GIVEN TO THEM IN THIS SECTION UNLESS THE
- 9 CONTEXT CLEARLY INDICATES OTHERWISE:
- 10 "ANNUAL PAYMENT." A PAYMENT RECEIVED BY THE COMMONWEALTH
- 11 UNDER SECTION IX(C)(1) OF THE MASTER SETTLEMENT AGREEMENT.
- 12 "AUTHORITY." THE COMMONWEALTH FINANCING AUTHORITY
- 13 ESTABLISHED UNDER 64 PA.C.S. CH. 15 (RELATING TO COMMONWEALTH
- 14 FINANCING AUTHORITY).
- 15 "FUND." THE TOBACCO SETTLEMENT FUND ESTABLISHED IN SECTION
- 16 1712-A.1.
- 17 <u>"MASTER SETTLEMENT AGREEMENT." THE SETTLEMENT AGREEMENT AND</u>
- 18 RELATED DOCUMENTS ENTERED INTO ON NOVEMBER 23, 1998, BY THE
- 19 COMMONWEALTH AND LEADING UNITED STATES TOBACCO PRODUCT
- 20 MANUFACTURERS APPROVED BY THE COURT OF COMMON PLEAS,
- 21 PHILADELPHIA COUNTY, ON JANUARY 13, 1999.
- 22 "OFFICE." THE GOVERNOR'S OFFICE OF THE BUDGET.
- 23 "SECRETARY." THE SECRETARY OF THE BUDGET OF THE
- 24 COMMONWEALTH.
- 25 "TOBACCO SETTLEMENT ACT." THE ACT OF JUNE 26, 2001 (P.L.755,
- 26 NO.77), KNOWN AS THE TOBACCO SETTLEMENT ACT.
- 27 SECTION 1702-E.5. SALES AGREEMENT OR OTHER CONTRACT.
- 28 (A) DECLARATION OF POLICY. -- THE GENERAL ASSEMBLY FINDS AND
- 29 DECLARES THAT:
- 30 (1) THE COMMONWEALTH EXPERIENCED A REVENUE DEFICIT OF

1	\$1,106,700,308 IN GENERAL FUND REVENUE COLLECTIONS FOR FISCAL
2	YEAR 2016-2017.
3	(2) THE COMMONWEALTH'S GENERAL FUND CONTINUES TO
4	EXPERIENCE A STRUCTURAL DEFICIT WHERE ANNUAL EXPENDITURES
5	EXCEED RECURRING REVENUE COLLECTIONS.
6	(3) THE GENERAL FUND FOR FISCAL YEAR 2016-2017 REVENUE
7	SHORTFALL IN COMBINATION WITH THE STRUCTURAL DEFICIT,
8	INCREASED EXPENDITURE NEEDS AND INCREASED TAX REFUNDS
9	RESULTED IN A SIGNIFICANT NEGATIVE ENDING BALANCE IN THE
10	GENERAL FUND OF APPROXIMATELY \$1,539,000,000 FOR FISCAL YEAR
11	<u>2016-2017.</u>
12	(4) A SIGNIFICANT PORTION OF THE COMMONWEALTH'S GENERAL
13	FUND ANNUAL EXPENDITURES ARE DEDICATED TO THE PROTECTION OF
14	THE HEALTH, SAFETY AND GENERAL WELFARE OF THE PEOPLE OF THIS
15	COMMONWEALTH AND THE FURTHERANCE OF ECONOMIC DEVELOPMENT AND
16	EFFICIENCY WITHIN THIS COMMONWEALTH BY PROVIDING BASIC
17	SERVICES AND FACILITIES.
18	(5) THE ABILITY OF THE COMMONWEALTH TO PROVIDE FOR THE
19	PROTECTION OF THE HEALTH, SAFETY AND GENERAL WELFARE OF THE
20	PEOPLE OF THIS COMMONWEALTH AND THE PROVISION OF BASIC
21	SERVICES AND FACILITIES IS JEOPARDIZED BY THE GENERAL FUND
22	FOR FISCAL YEAR 2016-2017 REVENUE DEFICIT AND THE CONTINUING
23	STRUCTURAL DEFICIT.
24	(6) THE PROVISIONS OF 64 PA.C.S. CH. 15 (RELATING TO
25	COMMONWEALTH FINANCING AUTHORITY) ARE ENTITLED TO LIBERAL
26	CONSTRUCTION IN ORDER TO EFFECT LEGISLATIVE AND PUBLIC
27	PURPOSES.
28	(7) ONE OF THE STATED PURPOSES OF 64 PA.C.S. CH. 15 IS
29	THE PROTECTION OF "THE HEALTH, SAFETY AND GENERAL WELFARE OF

30

THE PEOPLE OF THIS COMMONWEALTH AND TO FURTHER ENCOURAGE

- 1 ECONOMIC DEVELOPMENT AND EFFICIENCY WITHIN THIS COMMONWEALTH
- 2 BY PROVIDING BASIC SERVICES AND FACILITIES, " AND "IT IS
- 3 NECESSARY TO PROVIDE ADDITIONAL OR ALTERNATE MEANS OF
- 4 <u>FINANCING INFRASTRUCTURE FACILITIES, TRANSPORTATION SYSTEMS,</u>
- 5 INDUSTRIAL PARKS, ENERGY CONVERSION FACILITIES, FACILITIES
- 6 FOR THE FURNISHING OF ENERGY, WATER AND TELECOMMUNICATIONS,
- 7 FACILITIES FOR THE COLLECTION OR TREATMENT OF WASTEWATER AND
- 8 STORM WATER, TOURISM, PARKING FACILITIES, HEALTH CARE
- 9 FACILITIES AND OTHER BASIC SERVICE AND RELATED FACILITIES
- 10 WHICH ARE CONDUCIVE TO ECONOMIC ACTIVITY WITHIN THIS
- 11 COMMONWEALTH" UNDER 64 PA.C.S. § 1503(6) (RELATING TO
- 12 FINDINGS AND DECLARATION OF POLICY).
- 13 (8) THE TOBACCO SETTLEMENT FUND IS A SPECIAL REVENUE
- 14 <u>FUND ESTABLISHED FOR THE PURPOSE OF PROVIDING FUNDING FOR</u>
- 15 VARIOUS COMMONWEALTH PROGRAMS.
- 16 (9) THE SALE OF A PORTION OF ANNUAL PAYMENTS RECEIVED
- 17 THROUGH THE MASTER SETTLEMENT AGREEMENT AND DEPOSITED IN THE
- 18 TOBACCO SETTLEMENT FUND TO LEVERAGE FUNDING TO OFFSET THE
- 19 EFFECT OF THE FISCAL YEAR 2016-2017 REVENUE DEFICIT AND THE
- 20 STRUCTURAL DEFICIT IS IN THE BEST INTEREST OF THE
- 21 COMMONWEALTH TO PROVIDE GENERAL FUND BUDGETARY RELIEF
- 22 NECESSARY FOR THE PROTECTION OF THE HEALTH, SAFETY AND
- 23 GENERAL WELFARE OF THE PEOPLE OF THIS COMMONWEALTH AND THE
- 24 PROVISION OF BASIC SERVICES AND FACILITIES.
- 25 (B) AUTHORITY.--NOTWITHSTANDING ANY OTHER LAW, THE AUTHORITY
- 26 SHALL ESTABLISH A PROGRAM TO SELL A PORTION OF THE REVENUE THE
- 27 COMMONWEALTH WILL RECEIVE UNDER THE MASTER SETTLEMENT AGREEMENT
- 28 ON BEHALF OF THE COMMONWEALTH, THE PROCEEDS OF WHICH SHALL BE
- 29 <u>DEPOSITED IN THE GENERAL FUND TO PROVIDE GENERAL FUND BUDGETARY</u>
- 30 RELIEF NECESSARY FOR THE PROTECTION OF THE HEALTH, SAFETY AND

- 1 GENERAL WELFARE OF THE PEOPLE OF THIS COMMONWEALTH AND THE
- 2 FURTHERANCE OF ECONOMIC DEVELOPMENT AND EFFICIENCY WITHIN THIS
- 3 COMMONWEALTH BY PROVIDING BASIC SERVICES AND FACILITIES.
- 4 (C) DEBT OR LIABILITY.--
- 5 (1) SALES AGREEMENTS OR OTHER CONTRACTS ISSUED UNDER
- 6 THIS ARTICLE SHALL NOT BE A DEBT OR LIABILITY OF THE
- 7 COMMONWEALTH AND SHALL NOT CREATE OR CONSTITUTE AN
- 8 <u>INDEBTEDNESS</u>, <u>LIABILITY OR OBLIGATION OF THE COMMONWEALTH</u>.
- 9 (2) LEGAL OBLIGATIONS UNDER THIS ARTICLE SHALL BE
- 10 PAYABLE SOLELY FROM REVENUES OR FUNDS PLEDGED OR AVAILABLE AS
- 11 AUTHORIZED UNDER THIS ARTICLE.
- 12 (3) EACH SALES AGREEMENT OR OTHER CONTRACT UNDER THIS
- 13 ARTICLE MUST CONTAIN ON ITS FACE A STATEMENT THAT:
- 14 (I) THE AUTHORITY IS OBLIGATED TO PAY THE PORTION OF
- 15 THE REVENUE THE COMMONWEALTH WILL RECEIVE UNDER THE
- 16 MASTER SETTLEMENT AGREEMENT ONLY FROM THE REVENUES OR
- 17 FUNDS IDENTIFIED OR AVAILABLE FOR PAYMENT AS AUTHORIZED
- 18 <u>UNDER THIS ARTICLE.</u>
- 19 (II) THE COMMONWEALTH SHALL NOT BE OBLIGATED TO PAY
- 20 ANY AMOUNT PROVIDED IN THE SALES AGREEMENT OR OTHER
- 21 CONTRACT.
- 22 (III) THE FULL FAITH AND CREDIT OF THE COMMONWEALTH
- 23 <u>IS NOT PLEDGED TO THE PAYMENT OF ANY AMOUNT PROVIDED IN</u>
- THE SALES AGREEMENT OR OTHER CONTRACT.
- 25 <u>SECTION 1703-E.5. LIMITATIONS.</u>
- 26 (A) MAXIMUM AMOUNT.--THE AUTHORITY SHALL ENTER INTO AN
- 27 AGREEMENT UNDER THIS ARTICLE IN A MAXIMUM AGGREGATE AMOUNT
- 28 SUFFICIENT TO RAISE NET PROCEEDS OF \$1,000,000,000 DURING THE
- 29 2017-2018 FISCAL YEAR.
- 30 (B) LIMITATION. -- THE AUTHORITY SHALL NOT ENTER INTO AN

- 1 AGREEMENT UNDER THIS ARTICLE AFTER JUNE 30, 2018.
- 2 (C) TERM OF AGREEMENT. -- THE TERM OF THE SALES AGREEMENT OR
- 3 OTHER CONTRACT UNDER THIS ARTICLE MAY NOT EXCEED 10 YEARS. NO
- 4 PAYMENTS FROM THE MASTER SETTLEMENT AGREEMENT MAY BE REQUIRED
- 5 UNDER THE SALES AGREEMENT OR OTHER CONTRACT BEFORE JULY 1, 2018.
- 6 <u>SECTION 1704-E.5.</u> FINANCE PLEDGE.
- 7 (A) ANNUAL PAYMENTS.--
- 8 (1) ANNUAL PAYMENTS RECEIVED UNDER THE MASTER SETTLEMENT
- 9 AGREEMENT ARE PLEDGED BY THE COMMONWEALTH IN THE AMOUNT
- 10 PROVIDED IN THE SALES AGREEMENT OR OTHER CONTRACT ENTERED
- 11 INTO BY THE AUTHORITY UNDER THIS ARTICLE.
- 12 (2) THE SECRETARY SHALL CERTIFY THE AMOUNT OF ANNUAL
- 13 PAYMENTS UNDER THE MASTER SETTLEMENT AGREEMENT NECESSARY TO
- 14 <u>BE PLEDGED FOR PAYMENT UNDER THE SALES AGREEMENT OR OTHER</u>
- 15 CONTRACT ENTERED INTO BY THE AUTHORITY UNDER THIS ARTICLE
- PRIOR TO ENTERING INTO A SALES AGREEMENT OR OTHER CONTRACT.
- 17 THE CERTIFICATION SHALL BE PUBLISHED AS A NOTICE IN THE
- 18 PENNSYLVANIA BULLETIN.
- 19 (B) (RESERVED).
- 20 SECTION 1705-E.5. CONDITIONS.
- 21 ANY SALE, CONVEYANCE OR OTHER TRANSFER AUTHORIZED UNDER THIS
- 22 ARTICLE SHALL BE EVIDENCED BY A SALES AGREEMENT OR OTHER
- 23 CONTRACT IN WRITING SIGNED ON BEHALF OF THE COMMONWEALTH BY THE
- 24 GOVERNOR. A CERTIFIED COPY OF THE SALES AGREEMENT OR OTHER
- 25 CONTRACT SHALL BE FILED WITH THE GOVERNOR, STATE TREASURER,
- 26 OFFICE OF THE BUDGET, PRESIDENT PRO TEMPORE OF THE SENATE,
- 27 MINORITY LEADER OF THE SENATE, SPEAKER OF THE HOUSE OF
- 28 REPRESENTATIVES AND MINORITY LEADER OF THE HOUSE OF
- 29 REPRESENTATIVES PROMPTLY UPON EXECUTION AND DELIVERY OF THE
- 30 SALES AGREEMENT OR OTHER CONTRACT. THE SALES AGREEMENT OR OTHER

- 1 CONTRACT MAY INCLUDE AN IRREVOCABLE DIRECTION TO THE SECRETARY
- 2 TO PAY ALL OR A SPECIFIED PORTION OF THE TOBACCO SETTLEMENT
- 3 REVENUES DIRECTLY TO A PERSON WHO HAS ENTERED INTO A SALES
- 4 AGREEMENT OR OTHER CONTRACT UNDER THIS ARTICLE.
- 5 SECTION 1706-E.5. DEPOSIT OF PROCEEDS.
- 6 THE NET PROCEEDS OF A SALES AGREEMENT OR OTHER CONTRACT
- 7 ENTERED INTO UNDER THIS ARTICLE SHALL BE TRANSFERRED BY THE
- 8 AUTHORITY TO THE STATE TREASURER FOR DEPOSIT INTO THE GENERAL
- 9 FUND AND SHALL BE AVAILABLE FOR EXPENDITURE AS PROVIDED IN THIS
- 10 ARTICLE UPON APPROPRIATION BY THE GENERAL ASSEMBLY.
- 11 SECTION 1707-E.5. LIMITATION ON APPROPRIATIONS.
- 12 THE AMOUNT OF ANNUAL PAYMENTS FROM THE MASTER SETTLEMENT
- 13 AGREEMENT THAT ARE PLEDGED AND CERTIFIED BY THE SECRETARY UNDER
- 14 SECTION 1704-E.5 FOR PAYMENTS REQUIRED UNDER A SALES AGREEMENT
- 15 OR OTHER CONTRACT UNDER THIS ARTICLE SHALL NOT BE SUBJECT TO
- 16 APPROPRIATION UNDER SECTION 1713-A.1.
- 17 SECTION 1708-E.5. COMPETITIVE PROCESS.
- 18 A SALES AGREEMENT OR CONTRACT ENTERED INTO UNDER THIS ARTICLE
- 19 SHALL BE MADE IN A COMPETITIVE PROCESS IN ACCORDANCE WITH THE
- 20 FOLLOWING:
- 21 (1) NO LATER THAN 30 DAYS AFTER THE EFFECTIVE DATE OF
- 22 THIS SECTION, THE AUTHORITY SHALL ACCEPT STATEMENTS OF
- 23 OUALIFICATIONS AND EXPRESSIONS OF INTEREST FROM PERSONS IN
- 24 RELATION TO A SALE OR OTHER CONTRACT UNDER THIS ARTICLE. THE
- 25 AUTHORITY MAY SPECIFY A UNIFORM FORMAT FOR STATEMENTS OF
- 26 QUALIFICATIONS AND REQUIRED INFORMATION. PERSONS MAY AMEND
- 27 THESE STATEMENTS AT ANY TIME BY FILING A NEW STATEMENT.
- 28 (2) THE EXECUTIVE DIRECTOR OR A DESIGNEE OF THE
- 29 EXECUTIVE DIRECTOR MAY CONDUCT DISCUSSIONS WITH ANY
- 30 RESPONSIBLE OFFEROR TO DETERMINE THE OFFEROR'S QUALIFICATIONS

- 1 FOR FURTHER CONSIDERATION. DISCUSSIONS SHALL NOT DISCLOSE ANY
- 2 INFORMATION DERIVED FROM PROPOSALS SUBMITTED BY OTHER
- 3 OFFERORS.
- 4 (3) THE STATE EMPLOYEES RETIREMENT SYSTEM AND THE PUBLIC
- 5 SCHOOL EMPLOYEES RETIREMENT SYSTEM SHALL EACH SUBMIT TO THE
- 6 <u>AUTHORITY A STATEMENT OF QUALIFICATION AND EXPRESSION OF</u>
- 7 INTEREST UNDER PARAGRAPH (1).
- 8 (4) AN AWARD TO ENTER INTO A SALE AGREEMENT UNDER THIS
- 9 ARTICLE SHALL BE MADE TO THE RESPONSIBLE OFFEROR DETERMINED
- 10 IN WRITING BY THE AUTHORITY TO BE BEST QUALIFIED BASED ON THE
- 11 EVALUATION FACTORS SET FORTH IN THE REQUEST FOR PROPOSALS.
- 12 THE AUTHORITY SHALL CONSIDER A PROPOSAL MADE BY THE STATE
- 13 EMPLOYEES RETIREMENT SYSTEM AND THE PUBLIC SCHOOL EMPLOYEES
- 14 RETIREMENT SYSTEM. THE PROVISIONS OF 64 PA.C.S. § 1512(D)(1)
- 15 (RELATING TO BOARD) SHALL APPLY TO A DECISION TO AWARD UNDER
- 16 THIS PARAGRAPH. IF TERMS CANNOT BE AGREED UPON WITH THE BEST
- 17 QUALIFIED RESPONSIBLE OFFEROR, NEGOTIATIONS WILL BE FORMALLY
- 18 TERMINATED WITH THE OFFEROR. IF PROPOSALS WERE SUBMITTED BY
- 19 ONE OR MORE OTHER RESPONSIBLE OFFERORS, NEGOTIATIONS MAY BE
- 20 CONDUCTED WITH THE OTHER RESPONSIBLE OFFEROR OR RESPONSIBLE
- 21 OFFERORS IN THE ORDER OF THEIR RESPECTIVE QUALIFICATION
- 22 RANKING. THE SALES AGREEMENT OR CONTRACT MAY BE AWARDED TO
- THE RESPONSIBLE OFFEROR THEN RANKED AS BEST QUALIFIED IF THE
- 24 AMOUNT OF COMPENSATION IS DETERMINED TO BE FAIR AND
- 25 REASONABLE.
- 26 (5) SECTION 204(F) OF THE ACT OF OCTOBER 15, 1980
- 27 (P.L.950, NO.164), KNOWN AS THE COMMONWEALTH ATTORNEYS ACT,
- 28 SHALL APPLY TO A SALES AGREEMENT OR OTHER CONTRACT ENTERED
- 29 INTO UNDER THIS ARTICLE.
- 30 Section 18. Repeals are as follows:

- 1 (1) The General Assembly finds and declares as follows:
- 2 (i) Each year, articles on budget implementation are added to the act.
- 4 (ii) These articles are temporary in nature but are
 5 placed permanently into the act, utilizing article
 6 numbers and section numbers.
- 7 (iii) Reusing article numbers and section numbers 8 will keep the text of the act more concise.
- 9 (iv) The repeals under paragraph (2) are necessary to effectuate subparagraph (iii).
- 11 (2) Articles XVII-F and XVII-G of the act, added July 2,
 12 2012 (P.L.823, No.87), are repealed.
- 13 Section 19. The act is amended by adding articles to read:
- 14 ARTICLE XVII-F
- 15 2017-2018 BUDGET IMPLEMENTATION
- 16 SUBARTICLE A
- 17 PRELIMINARY PROVISIONS
- 18 <u>Section 1701-F. Applicability.</u>
- 19 Except as specifically provided in this article, this article
- 20 applies to the General Appropriation Act of 2017 and all other
- 21 appropriation acts of 2017.
- 22 <u>Section 1702-F. Definitions.</u>
- 23 The following words and phrases when used in this article
- 24 shall have the meanings given to them in this section unless the
- 25 <u>context clearly indicates otherwise:</u>
- 26 "CCDFBG." Child Care and Development Fund Block Grant.
- 27 <u>"General Appropriation Act of 2017." The act of July 11,</u>
- 28 2017 (P.L. , No.1A), known as the General Appropriation Act
- 29 <u>of 2017.</u>
- 30 "Human Services Code." The act of June 13, 1967 (P.L.31,

- 1 No.21), known as the Human Services Code.
- 2 "Public School Code of 1949." The act of March 10, 1949
- 3 (P.L.30, No.14), known as the Public School Code of 1949.
- 4 <u>"Secretary." The Secretary of the Budget of the</u>
- 5 Commonwealth.
- 6 "TANFBG." Temporary Assistance for Needy Families Block
- 7 Grant.
- 8 SECTION 1703-F. DEPARTMENT OF CRIMINAL JUSTICE.

- <--
- 9 FOR THE PURPOSES OF THE ACT OF JULY 11, 2017 (P.L., NO.1A),
- 10 KNOWN AS THE GENERAL APPROPRIATION ACT OF 2017, A REFERENCE TO
- 11 THE DEPARTMENT OF CRIMINAL JUSTICE SHALL BE DEEMED TO BE A
- 12 REFERENCE TO THE DEPARTMENT OF CORRECTIONS, THE BOARD OF
- 13 PROBATION AND PAROLE, OR BOTH, AS APPLICABLE.
- 14 SECTION 1704-F. LAPSING OF PRIOR APPROPRIATIONS FOR EXECUTIVE
- DEPARTMENT.
- 16 (A) LAPSE OF AMOUNTS. -- ANY AMOUNTS REMAINING OF
- 17 APPROPRIATIONS FOR THE EXECUTIVE DEPARTMENT ENACTED IN GENERAL
- 18 APPROPRIATION ACTS FOR ALL FISCAL YEARS ENDING PRIOR TO JULY 1,
- 19 2017, WHICH ARE UNEXPENDED, UNCOMMITTED OR UNENCUMBERED AS OF
- 20 OCTOBER 31, 2017, SHALL LAPSE ON OCTOBER 31, 2017.
- 21 (B) ACTIONS.--THE STATE TREASURER SHALL TAKE SUCH ACTIONS AS
- 22 MAY BE NECESSARY TO EFFECTUATE THE LAPSE OF FUNDS PROVIDED BY
- 23 THIS SECTION.
- 24 SECTION 1705-F. LAPSING OF PRIOR APPROPRIATIONS FOR STATEWIDE
- 25 JUDICIAL COMPUTER SYSTEM.
- 26 (A) LAPSE OF AMOUNTS.--ANY AMOUNTS REMAINING OF
- 27 <u>APPROPRIATIONS FOR THE STATEWIDE JUDICIAL COMPUTER SYSTEM</u>
- 28 ENACTED IN GENERAL APPROPRIATION ACTS FOR ALL FISCAL YEARS
- 29 ENDING PRIOR TO JULY 1, 2017, WHICH ARE UNEXPENDED, UNCOMMITTED
- 30 OR UNENCUMBERED AS OF OCTOBER 31, 2017, SHALL LAPSE TO THE

1	GENERAL FUND ON OCTOBER 31, 2017.
2	(B) ACTIONS THE STATE TREASURER SHALL TAKE SUCH ACTIONS AS
3	MAY BE NECESSARY TO EFFECTUATE THE LAPSE OF FUNDS PROVIDED BY
4	THIS SECTION.
5	SUBARTICLE B
6	EXECUTIVE DEPARTMENTS
7	Section 1711-F. Governor (Reserved).
8	Section 1712-F. Executive offices.
9	The following apply:
10	(1) Money appropriated to the Pennsylvania Commission on
11	Crime and Delinquency for intermediate punishment treatment
12	programs shall be distributed competitively to counties for
13	offenders sentenced to intermediate punishment programs. The
14	portion of money for drug and alcohol and mental health
15	treatment programs shall be based on national statistics that
16	identify the percentage of incarcerated individuals that are
17	in need of treatment for substance issues but in no case
18	shall be less than 80% of the amount appropriated.
19	(2) From money appropriated to the commission, the
20	<pre>following apply:</pre>
21	(i) No less than the amount used in the 2014-2015
22	fiscal year shall be used to support the Statewide
23	Automated Victim Information and Notification System
24	(SAVIN) to provide offender information through county
25	jails.
26	(ii) No less than the amount used in the 2014-2015
27	fiscal year shall be used for a residential treatment
28	community facility for at-risk youth located in a county
29	of the fifth class.
30	(iii) From the amount appropriated, \$100,000 shall

1	be used for an innovative police data sharing pointer
2	index system that will allow participating law
3	enforcement agencies access to incident report data.
4	(iv) From the amount appropriated, \$200,000 shall be
5	used for a diversion program for first-time nonviolent
6	offenders facing prison sentences. The diversion program
7	must include education and employment services, case
8	management and mentoring.
9	(3) From money appropriated for violence and delinquency
10	prevention programs, no less than the amount used in the
11	2014-2015 fiscal year shall be used for programs in a city of
12	the second class, and no less than the amount used in the
13	2014-2015 fiscal year shall be used for blueprint mentoring
14	programs that address reducing youth violence in cities of
15	the first, second and third class.
16	Section 1713-F. Lieutenant Governor (Reserved).
17	Section 1714-F. Attorney General.
18	From funds available to the Office of Attorney General,
19	\$100,000 shall be allocated to dedicated emergency response
20	organizations or municipal police departments in a county of the
21	third class with a population between 340,000 and 355,000 under
22	the 2010 Federal decennial census. Funding shall be used for
23	training and the purchase of personalized radio transmitting
24	devices or other technology that enables caregivers to search
25	for and locate missing persons with special needs.
26	SECTION 1714-F. ATTORNEY GENERAL (RESERVED).
27	Section 1715-F. Auditor General.
28	The following apply:
29	(1) The Auditor General shall audit the Susquehanna
30	River Basin Commission. The audit shall include a

Т	comprehensive examination of the books, documents, records,
2	files, accounts, papers, things and property of the
3	Susquehanna River Basin Commission to determine all of the
4	<pre>following:</pre>
5	(i) The cost of salaries, benefits and other
6	compensation provided to the officers and employees of
7	the Susquehanna River Basin Commission.
8	(ii) The cost of expense reimbursements provided to
9	the officers and employees of the Susquehanna River Basin
10	Commission.
11	(iii) Other fixed and variable costs of the
12	commission.
13	(iv) The potential for improved efficiencies and
14	overall cost reductions, including an analysis of
15	duplication of Commonwealth efforts and the ability to
16	share equipment, services or personnel with Commonwealth
17	and local agencies.
18	(v) Contributions to the Susquehanna River Basin
19	Commission by the Commonwealth or any person within this
20	Commonwealth, whether via appropriations, fees, penalties
21	or otherwise, in comparison to other signatory parties.
22	(vi) The impact of the fees and penalties of the
23	Susquehanna River Basin Commission on public and private
24	entities within the Commonwealth.
25	(vii) Any other information that the Auditor General
26	deems advisable.
27	(2) The Auditor General shall audit the Delaware River
28	Basin Commission. The audit shall include a comprehensive
29	examination of the books, documents, records, files,
30	accounts, papers, things and property of the Delaware River

Τ	Basin Commission to determine all of the following:
2	(i) The cost of salaries, benefits and other
3	compensation provided to the officers and employees of
4	the Delaware River Basin Commission.
5	(ii) The cost of expense reimbursements provided to
6	the officers and employees of the Delaware River Basin
7	Commission.
8	(iii) Other fixed and variable costs of the
9	Delaware River Basin Commission.
10	(iv) The potential for improved efficiencies and
11	overall cost reductions, including an analysis of
12	duplication of Commonwealth efforts and the ability to
13	share equipment, services or personnel with Commonwealth
14	and local agencies.
15	(v) Contributions to the Delaware River Basin
16	Commission by the Commonwealth, or any person within this
17	Commonwealth, whether via appropriations, fees, penalties
18	or otherwise, in comparison to other signatory parties.
19	(vi) The impact of the fees and penalties of the
20	Delaware River Basin Commission on public and private
21	entities within this Commonwealth.
22	(vii) Any other information that the Auditor General
23	deems advisable.
24	Section 1716-F. Treasury Department (Reserved).
25	Section 1717-F. Department of Aging (Reserved).
26	Section 1718-F. Department of Agriculture.
27	The following apply:
28	(1) From money appropriated for general government
29	operations, no less than the amount transferred in the 2014-
30	2015 fiscal year shall be transferred to the Dog Law

- 1 Restricted Account.
- 2 (2) From money appropriated for general government
- 3 operations, at least \$250,000 shall be used for the creation
- 4 <u>of the Commission of Agricultural Education Excellence to</u>
- 5 <u>assist in development and implementation of agricultural</u>
- 6 <u>education programming.</u>
- 7 (3) From money appropriated for agricultural research,
- 8 <u>no less than \$300,000 shall be used for an agricultural</u>
- 9 <u>resource center and no less than \$100,000 shall be used for</u>
- 10 agricultural law research programs, including those
- 11 <u>addressing energy development, in conjunction with a land-</u>
- 12 grant university.
- 13 (4) From money appropriated for hardwoods research and
- promotion, at least 80% of the money shall be equally
- distributed among the hardwood utilization groups of this
- 16 <u>Commonwealth established prior to the effective date of this</u>
- 17 section.
- 18 (5) In addition to the uses provided in section 7.3 of
- 19 <u>the act of June 18, 1982 (P.L.549, No.159), entitled, "An act</u>
- 20 providing for the administration of certain Commonwealth
- 21 farmland within the Department of Agriculture," the
- department may use up to a total of \$165,000 in the
- 23 Agricultural Conservation Easement Purchase Fund under
- section 7.1 of the act of June 18, 1982 (P.L.549, No.159),
- 25 <u>entitled</u>, "An act providing for the administration of certain
- 26 Commonwealth farmland within the Department of Agriculture,"
- 27 <u>to issue grants not to exceed \$3,000 each for succession</u>
- 28 planning to ensure that agricultural operations continue on
- land subject to agricultural conservation easements. The
- department, in consultation with the State Agricultural Land

Τ	<u>Preservation Board, shall establish eligibility criteria for</u>
2	awarding grants under this paragraph.
3	Section 1719-F. Department of Community and Economic
4	<pre>Development.</pre>
5	The following shall apply to appropriations for the
6	Department of Community and Economic Development:
7	(1) From money appropriated for general government
8	operations at least \$150,000 shall be used to support an
9	engineering study related to infrastructure investment and
0 ـ	marketing for an industrial development area in a county of
1	the sixth class with a population of at least 45,950 but not
_2	more than 46,500 under the most recent Federal decennial
.3	census.
4	(2) From money appropriated for marketing to attract
.5	tourists:
- 6	(i) \$4,067,000 to fund the activities of the tourism
_7	office within the department; and
8_	(ii) the remaining amount includes an allocation to
_9	plan and market a biennial arts and cultural activity
20	that generates Statewide and regional economic impact,
21	allocations to promote annual arts and cultural
22	activities and an allocation of \$500,000 for an annual
23	Statewide competition serving approximately 2,000
24	athletes with intellectual disabilities from across this
25	Commonwealth to be held in a county of the fourth class.
26	(3) From money appropriated for Keystone Communities,
27	the following apply:
28	(i) \$6,357,000 shall be used to fund the Main Street
29	Program, Elm Street Program and Enterprise Zone Program.
30	The allocation for the Main Street Program and Elm Street

Т	riogram shall be distributed in the same proportion as
2	amounts allocated in fiscal year 2012-2013.
3	(ii) \$500,000 shall be used for an antiviolence task_
4	force, in consultation with the Office of Attorney
5	General, in a county of the second class A that is also a
6	home rule county. (RESERVED).
7	(iii) \$600,000 shall be used for a community
8	development and remediation project in a city of the
9	third class with a population greater than 6,800 and less
10	than 7,600 during the most recent Federal decennial
11	census.
12	(iv) The remaining money shall be used for projects
13	supporting economic growth, community development and
14	municipal assistance throughout this Commonwealth.
15	(4) Funds appropriated for local municipal relief shall
16	include an allocation to provide State assistance to
17	individuals, persons or political subdivisions directly
18	affected by natural or man-made disasters, public safety
19	emergencies or other situations that pose a public safety
20	danger. State assistance may be limited to grants for
21	projects that do not qualify for Federal assistance to help
22	repair damages to primary residences, personal property and
23	public facilities. Grants shall be made available for
24	reimbursement in a disaster emergency area only when a
25	Presidential disaster declaration does not cover the area or
26	when the department determines that a public safety emergency
27	has occurred.
28	Section 1720-F. Department of Conservation and Natural
29	Resources.
30	The following shall apply to appropriations for the

- 1 Department of Conservation and Natural Resources:
- 2 (1) From money appropriated for State parks operations,
- 3 no less than \$2,250,000 shall be used for the operation and
- 4 <u>maintenance of the Washington Crossing Historical Park.</u>
- (2) (Reserved).
- 6 <u>Section 1721-F. Department of Corrections.</u>
- 7 From the appropriation for general government operations of
- 8 the Department of Criminal Justice under section 212 of the act
- 9 of July 1, 2017 (P.L. , No.1A) known as the General
- 10 Appropriation Act of 2017, at least \$1,500,000 shall be used by
- 11 the Department of Corrections for a nonnarcotic medication
- 12 <u>assisted substance abuse treatment grant pilot program.</u>
- 13 <u>Section 1721.1-F. Department of Drug and Alcohol Programs</u>
- 14 (Reserved).
- 15 <u>Section 1722-F. Department of Education.</u>
- The following shall apply to appropriations for the
- 17 Department of Education:
- 18 (1) From an appropriation for adult and family literacy
- 19 programs, summer reading programs and the adult high school
- diplomas program, no less than the amount allocated in the
- 21 <u>2014-2015 fiscal year shall be allocated for an after-school</u>
- 22 learning program servicing low-income students located in a
- 23 <u>county of the sixth class with a population, based on the</u>
- 24 most recent Federal decennial census, of at least 60,000 but
- 25 not more than 70,000.
- 26 (2) From money appropriated for Pennsylvania Charter
- Schools for the Deaf and Blind, \$1,100,000 shall be
- distributed pro rata based on each school's increased share
- of required contributions for public school employees'
- 30 retirement.

1	(3) For the purposes of money appropriated for approved <-
2	private schools, a payment made under section 1722-L(6) shall
3	be considered part of the base allocation in section
4	1376(a.2) of the Public School Code of 1949.
5	(3) THE FOLLOWING SHALL APPLY:
6	(I) NOTWITHSTANDING ANY OTHER PROVISION OF LAW,
7	FUNDS SET ASIDE UNDER SECTION 2509.8 OF THE ACT OF MARCH
8	10, 1949 (P.L.30, NO.14), KNOWN AS THE PUBLIC SCHOOL CODE
9	OF 1949, SHALL INCLUDE AN ALLOCATION FOR AN APPROVED
10	PRIVATE SCHOOL WHICH RECEIVED A PAYMENT UNDER SECTION
11	<u>1722-L(6).</u>
12	(II) THE ALLOCATION UNDER THIS PARAGRAPH SHALL BE IN
13	AN AMOUNT EQUAL TO THE AMOUNT ALLOCATED TO AN APPROVED
14	PRIVATE SCHOOL UNDER SECTION 1722-L(6) FOR THE 2015-2016
15	FISCAL YEAR.
16	(III) THE ALLOCATION UNDER THIS PARAGRAPH SHALL BE
17	IN ADDITION TO AN ALLOCATION FROM AN APPROPRIATION FOR
18	APPROVED PRIVATE SCHOOLS.
19	(IV) FOR THE PURPOSES OF THE FORMULA FOR APPROVED
20	PRIVATE SCHOOLS UNDER SECTION 1376 OF THE PUBLIC SCHOOL
21	CODE OF 1949 FOR THE 2018-2019 FISCAL YEAR, A PAYMENT
22	MADE UNDER THIS PARAGRAPH SHALL BE CONSIDERED PART OF THE
23	BASE ALLOCATION IN SECTION 1376(A.2) OF THE PUBLIC SCHOOL
24	<u>CODE OF 1949.</u>
25	(4) Notwithstanding any other provision of law, money
26	from the set aside under section 2509.8 of the Public School
27	Code of 1949 shall be allocated to each approved private
28	school with a day tuition rate determined to be less than
29	\$32,000 during the 2010-2011 school year. The allocation
30	shall be no less than the amount allocated in the 2015-2016

Τ	<u> </u>
2	(5) From money appropriated for regional community
3	college services, all of the following shall apply:
4	(i) \$900,000 shall be distributed to a community
5	college in a county of the fourth class with a
6	population, based on the most recent Federal decennial
7	census, of at least 175,000, but not more than 190,000.
8	(ii) \$5,000,000 shall be distributed to a college
9	established under Article XIX-G of the act of March 10,
10	1949 (P.L.30, No.14), known as the Public School Code of
11	<u>1949.</u>
12	(iii) \$350,000 shall be distributed for a county of
13	the sixth class with a population of 75,000 to 85,000
14	under the most recent Federal decennial census to
15	establish a program that targets postsecondary students.
16	(6) Notwithstanding any other provision of law, money
17	appropriated for community education councils shall be
18	distributed as follows:
19	(i) For a community education council headquartered
20	in Armstrong County, \$167,000.
21	(ii) For a community education council headquartered
22	<u>in Elk County, \$260,000.</u>
23	(iii) For a community education council
24	headquartered in Erie County, \$246,000.
25	(iv) For a community education council headquartered
26	in Lawrence County, \$116,000.
27	(v) For a community education council headquartered
28	in Potter County, \$344,580.
29	(vi) For a community education council headquartered
30	in Schuylkill County, \$304,189.

1	(vii) For a community education council
2	headquartered in Venango County, \$338,000.
3	(viii) For a community education council
4	headquartered in Warren County, \$270,000.
5	(ix) For a community education council headquartered
6	<u>in Wayne County, \$300,000.</u>
7	(7) Notwithstanding section 1724-A of the Public School
8	Code of 1949 or 24 Pa.C.S. § 8329 (relating to payments on
9	account of social security deductions from appropriations),
10	no payments shall be made to charter schools, regional
11	charter schools or cyber charter schools authorized under
12	Article XVII-A of the Public School Code of 1949 from money
13	appropriated for school employees' Social Security.
14	(8) Notwithstanding section 1724-A of the Public School
15	Code of 1949 or 24 Pa.C.S. §§ 8326 (relating to contributions
16	by the Commonwealth) and 8535 (relating to payments to school
17	entities by Commonwealth), no payments shall be made to
18	charter schools, regional charter schools or cyber charter
19	schools authorized under Article XVII-A of the Public School
20	Code of 1949 from money appropriated for payment of required
21	contributions for public school employees' retirement.
22	Section 1723-F. Department of Environmental Protection.
23	The following apply:
24	(1) Funds appropriated for support of the Susquehanna
25	River Basin Commission shall be expended as follows:
26	(i) No more than 25% of the amount appropriated may
27	be expended each quarter of the fiscal year.
28	(ii) For each quarter of the fiscal year, amounts
29	shall be used as follows:
30	(A) For quarterly reimbursement to the Auditor

1	General for the costs incurred in auditing the
2	Susquehanna River Basin Commission under Section
3	1715-F(1).
4	(B) Any amount that may be expended in each
5	quarter after reimbursement under clause (A) shall be
6	used for purposes provided under the act of July 17,
7	1968, (P.L.368, No.181), known as the Susquehanna
8	River Basin Compact Law.
9	(2) Funds appropriated for support of the Delaware River
10	Basin Commission shall be expended as follows:
11	(i) No more than 25% of the amount appropriated may
12	be expended each quarter of the fiscal year.
13	(ii) For each quarter of the fiscal year, amounts
14	<pre>shall be used as follows:</pre>
15	(A) For quarterly reimbursement to the Auditor
16	General for the costs incurred in auditing the
17	Delaware River Basin Commission under section 1715-
18	<u>F(2).</u>
19	(B) Any amount that may be expended in each
20	quarter after reimbursement under clause (A) shall be
21	used for purposes provided under the act of July 7,
22	1961 (P.L.518, No.268), known as the Delaware River
23	Basin Compact.
24	Section 1724-F. Department of General Services.
25	From money appropriated for capitol fire protection, the City
26	of Harrisburg shall use the money to support the provisions of
27	fire services to the Capitol complex.
28	Section 1725-F. Department of Health.
29	The following apply:
30	(1) From money appropriated for general government
001	

- 1 operations, sufficient money shall be included for the
- 2 coordination of donated dental services and \$100,000 is
- 3 included for outreach for Charcot-Marie-Tooth syndrome.
- 4 (2) From money appropriated for adult cystic fibrosis
- 5 and other chronic respiratory illnesses, no less than the
- 6 <u>amount used in the 2014-2015 fiscal year shall be used for a</u>
- 7 program promoting cystic fibrosis research in a county of the
- 8 second class, and no less than the amount used in the 2014-
- 9 <u>2015 fiscal year shall be used for research related to</u>
- 10 childhood cystic fibrosis in a city of the first class with a
- 11 <u>hospital that is nationally accredited as a cystic fibrosis</u>
- 12 <u>treatment center and specializes in the treatment of</u>
- 13 <u>children.</u>
- 14 (3) Money appropriated for lupus programs shall be
- distributed in the same proportion as distributed in fiscal
- 16 year 2014-2015.
- 17 (4) Money appropriated for biotechnology research shall
- 18 include allocations for regenerative medicine research, for
- 19 regenerative medicine medical technology, for hepatitis and
- 20 viral research, for drug research and clinical trials related
- 21 to cancer, for genetic and molecular research for disease
- 22 identification and eradication, for nanotechnology and for
- 23 the commercialization of applied research.
- 24 Section 1726-F. Insurance Department (Reserved).
- 25 Section 1727-F. Department of Labor and Industry.
- The following shall apply to appropriations for the
- 27 Department of Labor and Industry:
- 28 (1) From money appropriated to the department for
- 29 <u>transfer to the Vocational Rehabilitation Fund, the</u>
- department shall allocate money to provide services under the

Τ	act of May 17, 2016 (P.L.216, No.26), known as the Work
2	Experience for High School Students with Disabilities Act.
3	(2) From money appropriated for Industry Partnerships,
4	no less than the amount allocated in the 2014-2015 fiscal
5	year shall be allocated for a work force development program
6	that links veterans with employment in a home rule county
7	that was formerly a county of the second class A.
8	Section 1728-F. Department of Military and Veterans Affairs.
9	From the appropriation for behavioral health support for
0	veterans, \$750,000 shall be used for programs providing
1	treatment for posttraumatic stress disorder for veterans.
.2	Section 1729-F. Department of Human Services.
13	The following shall apply to appropriations for the
4	Department of Human Services:
.5	(1) From the appropriation for general government
6	operations of the Department of Human Services, \$750,000
_7	shall be allocated to establish a Statewide 2-1-1 system
8 ـ	grant program to be used for the following purposes:
9	(i) To provide Statewide 2-1-1 system services 24
20	hours a day, including to regions of this Commonwealth
21	that do not have access to a provider of 2-1-1 system
22	services.
23	(ii) To expand access to 2-1-1 system services
24	through text-to-chat mobile application and the Internet.
25	(iii) To permit the disbursement of funds to
26	regional providers of 2-1-1 system services for
27	satisfying 2-1-1 quality assurance standards used by
28	similar programs in other states.
29	(2) The following shall apply:
30	(i) The department, upon approval of the secretary,

Τ	may transfer Federal money appropriated for TANFBG Child
2	Care Assistance to the CCDFBG Child Care Services
3	appropriation to provide child-care services to
4	additional low-income families if the transfer of money
5	will not result in a deficit in the appropriation. The
6	secretary shall provide notice 10 days prior to a
7	transfer under this subparagraph to the chairperson and
8	minority chairperson of the Appropriations Committee of
9	the Senate and the chairperson and minority chairperson
10	of the Appropriations Committee of the House of
11	Representatives.
12	(ii) The department, upon approval of the secretary,
13	may transfer Federal money appropriated for CCDFBG Child
14	Care Assistance to the CCDFBG Child Care Services
15	appropriation to provide child-care services to
16	additional low-income families, provided that the
17	transfer of money will not result in a deficit in the
18	appropriation. The secretary shall provide notice 10 days
19	prior to a transfer under this subparagraph to the
20	chairperson and minority chairperson of the
21	Appropriations Committee of the Senate and the
22	chairperson and minority chairperson of the
23	Appropriations Committee of the House of Representatives.
24	(3) From money appropriated for mental health services
25	or from Federal money, \$580,000 shall be used for the
26	<pre>following:</pre>
27	(i) The operation and maintenance of a network of
28	web portals that provide comprehensive referral services,
29	support and information relating to early intervention,
3.0	nrevention and support for individuals with mental health

1 or substance abuse issues, county mental health offices, providers and others that provide mental and behavioral 2 health treatment and related services. 3 (ii) The expansion of the existing web portals, 4 5 including services and resources for military veterans and their families, including comprehensive referral 6 services for transitional, temporary and permanent 7 8 housing, job placement and career counseling and other services for military veterans returning to civilian 9 10 life. 11 (4) The following shall apply: 12 (i) Payments to hospitals for Community Access Fund 13 grants shall be distributed under the formulas utilized for these grants in fiscal year 2014-2015. If the total 14 funding available under this subparagraph is less than 15 that available in fiscal year 2014-2015, payments shall 16 be made on a pro rata basis. 17 18 (ii) Amounts allocated from money appropriated for fee-for-service used for the Select Plan for Women 19 Preventative Health Services shall be used for women's 20 21 medical services, including noninvasive contraception 22 supplies. 23 (iii) Notwithstanding any other law, money 24 appropriated for medical assistance payments for fee-forservice care, exclusive of inpatient services provided 25 26 through capitation plans, shall include sufficient money for two separate All Patient Refined Diagnostic Related 27 28 Group payments for inpatient acute care general hospital 29 stavs for:

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(A) normal newborn care; and

Τ	(B) Mothers obstetrical derivery.
2	(iv) From money appropriated for medical assistance
3	fee-for-service care the following apply:
4	(A) No less than the amount used in the 2014-
5	2015 fiscal year shall be used for cleft palates and
6	other craniofacial anomalies.
7	(B) At least \$800,000 shall be distributed to a
8	hospital for clinical ophthalmologic services located
9	in a city of the first class.
10	(C) No less than the amount distributed in the
11	2014-2015 fiscal year shall be distributed for
12	improvements to an intensive care facility in an
13	acute care hospital located in a city of the first
14	class.
15	(D) At least \$5,000,000 shall be distributed to
16	a hospital in a city of the third class in a home
17	rule county that was formerly a county of the second
18	class A.
19	(E) At least \$2,000,000 shall be distributed to
20	a university located in a city of the first class to
21	expand research and treatment protocols for combating
22	opioid addiction.
23	(v) From money appropriated for medical assistance
24	capitation, no less than the amount used in the 2014-2015
25	fiscal year shall be used for prevention and treatment of
26	depression and its complications in older Pennsylvanians
27	in a county of the second class.
28	(vi) From money appropriated for medical assistance
29	long-term care, no less than the amount distributed in
30	the 2014-2015 fiscal year shall be distributed to a

1 county nursing home located in a home rule county that 2 was formerly a county of the second class A with more 3 than 725 beds and a Medicaid acuity at .79 as of August 1, 2015, \$1,000,000 shall be distributed to a nonpublic 4 5 nursing home located in a county of the first class with more than 395 beds and a Medicaid acuity at 1.17 as of 6 7 August 1, 2016, to ensure access to necessary nursing 8 care in that county and \$5,000,000 shall be distributed to a nonpublic nursing home located in a county of the 9 10 eighth class with more than 119 beds and a Medicaid acuity of 1.14 as of August 1, 2016, to ensure access to 11 12 necessary nursing home care in that county. 13 (vii) From money appropriated for medical assistance long-term care, no less than \$850,000 shall be allocated 14 to a special rehabilitation facility in Peer Group Number 15 16 13 in a city of the third class with a population between 115,000 and 120,000 based upon 2010 census data, and an 17 18 additional \$750,000 shall be paid in equal payments to nursing facilities that qualified for supplemental 19 ventilator care and tracheostomy care payments in fiscal 20 21 year 2014-2015 with a percentage of medical assistance recipient residents who required medically necessary 22 23 ventilator care or tracheostomy care greater than 90%. 24 (viii) Subject to Federal approval of necessary amendments of the Title XIX State Plan, from funds 25 26 appropriated for medical assistance long-term care, \$8,000,000 is allocated for quarterly medical assistance <--27 28 day-one incentive payments to qualified nonpublic nursing 29 facilities under methodology and criteria under section $\frac{12443.1(7)(v)}{443.1(7)(VI)}$ of the Human Services Code. 30

Τ	(1x) Federal or State money appropriated under the
2	General Appropriation Act in accordance with Article
3	VIII-H of the Human Services Code, not used to make
4	payments to hospitals qualifying as Level III trauma
5	centers or seeking accreditation as Level III trauma
6	centers shall be used to make payments to hospitals
7	qualifying as Levels I and II trauma centers.
8	(x) Qualifying academic medical centers which
9	received money for fiscal year 2016-2017 shall not
10	receive any less than the State appropriation made
11	available to those academic medical centers during fiscal
12	<u>year 2016-2017.</u>
13	(xi) In addition to the money appropriated under
14	subparagraph (x), the following shall apply:
15	(A) A qualifying academic medical center with a
16	regional campus located in a county of the fourth
17	class shall receive an additional \$1,000,000.
18	(B) A qualifying academic medical center located
19	in a county of the eighth class with a population of
20	more than 18,000 under the 2010 Federal decennial
21	census shall receive an additional \$500,000.
22	(C) A qualifying academic medical center located
23	in a county of the second class shall receive an
24	additional \$500,000.
25	(D) A qualifying academic medical center located
26	in a county of the third class with a population
27	between 279,000 and 282,000 under the 2010 Federal
28	decennial census shall receive an additional
29	\$1,000,000 and an academic medical center located in
30	a city of the first class that did not receive

Τ	<u>runding during fiscal year 2010-2011 shall receive an</u>
2	additional \$500,000.
3	(xii) Qualifying university-affiliated physician
4	practice plans which received funds for fiscal year 2014-
5	2015 shall not receive any less than the State
6	appropriation made available to those university-
7	affiliated physician practice plans during fiscal year
8	2014-2015. From money appropriated for physician practice
9	plans:
_0	(A) \$1,500,000 shall be distributed to a health
1	system, containing a physician practice plan, located
2	in a city of the first class and a contiguous county
13	of the second class A which did receive funding
4	during fiscal year 2015-2016;
15	(B) at least \$500,000 shall be distributed to a
16	physician practice plan serving a health system
L 7	located in a city of the first class and two
18	contiguous counties of the second class A that has an
_9	independent academic center which did receive funding
20	during fiscal year 2014-2015; and
21	(C) \$1,500,000 shall be distributed to an acute
22	care hospital affiliated with an academic medical
23	center located in a city of the second class in a
24	county of the second class that provides services to
25	Medicaid recipients and uninsured persons.
26	(xiii) Money appropriated for medical assistance
27	transportation shall only be utilized as a payment of
28	last resort for transportation for eligible medical
29	assistance recipients.
30	(5) The following shall apply:

1	(i) Money appropriated for breast cancer screening
2	may be used for women's medical services, including
3	noninvasive contraception supplies.
4	(ii) (Reserved).
5	(6) The following shall apply:
6	(i) Money appropriated for women's service programs
7	grants to nonprofit agencies whose primary function is to
8	promote childbirth and provide alternatives to abortion
9	shall be expended to provide services to women until
10	childbirth and for up to 12 months thereafter, including
11	food, shelter, clothing, health care, counseling,
12	adoption services, parenting classes, assistance for
13	postdelivery stress and other supportive programs and
14	services and for related outreach programs. Agencies may
15	subcontract with other nonprofit entities that operate
16	projects designed specifically to provide all or a
17	portion of these services. Projects receiving money
18	referred to in this subparagraph shall not promote, refer
19	for or perform abortions or engage in any counseling
20	which is inconsistent with the appropriation referred to
21	in this subparagraph and shall be physically and
22	financially separate from any component of any legal
23	entity engaging in such activities.
24	(ii) Federal funds appropriated for TANFBG
25	Alternatives to Abortion shall be utilized solely for
26	services to women whose gross family income is below 185%
27	of the Federal poverty guidelines.
28	(7) From money appropriated for autism intervention and
29	services, no less than the amount distributed in the 2014-

30

2015 fiscal year shall be distributed as follows:

1	<u>(i) to a behavioral health facility located in a </u>
2	fifth class county with a population between 130,000 and
3	135,000 under the 2010 Federal decennial census that
4	operates a center for autism and developmental
5	<u>disabilities;</u>
6	(ii) to an institution of higher education that
7	provides autism education and diagnostic curriculum
8	located in a city of the first class that operates a
9	center for autism in a county of the second class A;
10	(iii) to an institution of higher education that
11	provides autism education and diagnostic curriculum and
12	is located in a county of the second class; AND <
13	(iv) for programs to promote the health and fitness
14	of persons with developmental disabilities located in a
15	<pre>city of the first class; and.</pre>
16	(v) \$500,000 shall be allocated for the expansion of <
17	an adult autism program in a county of the third class.
18	(8) Money appropriated for community-based family
19	centers may not be considered as part of the base for
20	calculation of the county child welfare needs-based budget
21	for a fiscal year.
22	(8.1) FROM MONEY APPROPRIATED FOR COMMUNITY-BASED FAMILY <
23	CENTERS, NO LESS THAN \$235,000 SHALL BE ALLOCATED TO A
24	PROGRAM FOR EARLY LITERACY AND SCHOOL READINESS WHICH IS
25	LABELED AS A PROMISING APPROACH UNDER THE MATERNAL, INFANT
26	AND EARLY CHILDHOOD HOME VISITING PROGRAM AND HAS SUBMITTED
27	DATA TO THE UNITED STATES DEPARTMENT OF HEALTH AND HUMAN
28	SERVICES TO BE QUALIFIED AS AN EVIDENCE-BASED HOME VISITING
29	MODEL.

<u> </u>	0,000 Shall be distributed to an early education center in
<u>а с</u>	county of the third class with the third most populous city
as	of the 2010 census having a minimum total enrollment of
90,	serving at least 40 children 13 months of age to children
of	kindergarten age with both a 4-STAR rating from Keystone
<u>STA</u>	RS and accreditation by the National Association for the
<u>Edu</u>	cation of Young Children. (RESERVED).
	(10) The appropriation for blind and visual services
inc	ludes an allocation for a Statewide professional services
pro	vider association for the blind to provide training and
sup	portive services for individuals who are blind and
<u>pre</u>	school vision screenings and eye safety education and an
<u>all</u>	ocation to provide specialized services and prevention of
<u>bli</u>	ndness services in cities of the first class. Allocations
<u>sha</u>	ll be made in the amounts used for those purposes in
fis	<u>cal year 2014-2015.</u>
	(11) To supplement the money appropriated to the
<u>dep</u>	eartment for medical assistance for workers with
<u>dis</u>	abilities, in addition to the monthly premium established
<u>und</u>	er section 1503(b)(1) of the act of June 26, 2001
<u>(P.</u>	L.755, No.77), known as the Tobacco Settlement Act, the
<u>dep</u>	artment may adjust the percentage of the premium upon
<u>app</u>	roval of the Centers for Medicare and Medicaid Services as
<u>aut</u>	horized under Federal requirements. Failure to make
pay	ments in accordance with this paragraph or section 1503(b)
<u>(1)</u>	of the Tobacco Settlement Act shall result in the
<u>ter</u>	mination of medical assistance coverage.
	(12) The provisions of 8 U.S.C. §§ 1611 (relating to
<u>ali</u>	ens who are not qualified aliens ineligible for Federal
pub	lic benefits), 1612 (relating to limited eligibility of

1	qualified aliens for certain Federal programs) and 1642
2	(relating to verification of eligibility for Federal public
3	benefits) shall apply to payments and providers.
4	Section 1730-F. Department of Revenue.
5	The following shall apply to appropriations for the
6	Department of Revenue:
7	(1) The Enhanced Revenue Collection Account shall
8	continue as a restricted account within the General Fund
9	through fiscal year 2019-2020. Revenues collected and the
10	amount of refunds avoided as a result of expanded tax return
11	reviews and tax collection activities shall be deposited into
12	the restricted account. The following shall apply:
13	(i) Of the money transferred under this paragraph in
14	the account, for each of the fiscal years 2017-2018
15	through 2019-2020, up to \$30,000,000 \$25,000,000 is <-
16	appropriated to the department to fund the costs
17	associated with expanded tax return reviews and tax
18	collection activities. The balance of the money in the
19	account shall be returned proportionately to the General
20	Fund revenue or refund accounts that were the source of
21	the money no later than the 28th day of each month of the
22	fiscal year.
23	(ii) The department shall issue a report to the
24	Governor, the chairperson and the minority chairperson of
25	the Appropriations Committee of the Senate and the
26	chairperson and minority chairperson of the
27	Appropriations Committee of the House of Representatives_

- by June 1, 2018, and by each June 1 thereafter, with the 28 29 following information:
- (A) A detailed breakdown of the department's 30

Τ	administrative costs in implementing expanded tax
2	return reviews and tax collection activities.
3	(B) The amount of revenue collected and the
4	amount of refunds avoided as a result of the expanded
5	tax return reviews and tax collection activities,
6	including the type of tax generating the revenue and
7	avoided refunds.
8	(2) (Reserved).
9	Section 1731-F. Department of State (Reserved).
10	Section 1732-F. Department of Transportation.
11	The following shall apply to appropriations for the
12	Department of Transportation:
13	(1) From amounts appropriated or any other money used by
14	the department during the 2017-2018 fiscal year, the
15	department may not use direct mail inserts in mailings from
16	the department. As used in this paragraph, the term "direct
17	mail inserts" includes coupons for commercial services,
18	advertising materials for a private commercial entity and
19	departmental documents which are sponsored by a private
20	commercial entity.
21	(2) (Reserved).
22	Section 1733-F. Pennsylvania State Police (Reserved).
23	Section 1734-F. State Civil Service Commission (Reserved).
24	Section 1735-F. Pennsylvania Emergency Management Agency.
25	The following shall apply to appropriations for the
26	Pennsylvania Emergency Management Agency:
27	(1) Money appropriated for search and rescue programs
28	shall be used to support programs related to training working
29	service dogs focusing on rescue and public safety.
30	(2) (Reserved).

1	Section 1736-F. Pennsylvania Fish and Boat Commission
2	(Reserved).
3	Section 1737-F. State System of Higher Education (Reserved).
4	Section 1737.1-F. State-related institutions (Reserved).
5	Section 1738-F. Pennsylvania Higher Education Assistance
6	Agency.
7	The following shall apply to appropriations for the
8	Pennsylvania Higher Education Assistance Agency:
9	(1) The Pennsylvania Higher Education Assistance Agency
10	shall enter into an agreement with the Department of Health
11	to transfer up to \$4,550,000 from the Higher Education
12	Assistance Fund to the Department of Health for the purposes
13	set forth in Chapter 13 of the act of December 2, 1992
14	(P.L.741, No.113), known as the Children's Health Care Act.
15	(2) The Pennsylvania Higher Education Assistance Agency <
16	shall allocate \$500,000 from the Higher Education Assistance
17	Fund for the Cheyney University Keystone Academy.
18	(3) From funds appropriated for payment of education
19	assistance grants, the amount of \$500,000 shall be allocated
20	to a State owned university located in Tioga County for merit
21	<u>scholarships.</u>
22	(2) (RESERVED).
23	Section 1739-F. Pennsylvania Historical and Museum Commission
24	(Reserved).
25	Section 1740-F. Pennsylvania Infrastructure Investment
26	<u>Authority (Reserved).</u>
27	Section 1741-F. Environmental Hearing Board (Reserved).
28	Section 1742-F. Pennsylvania Board of Probation and Parole
29	(Reserved).

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- 1 Section 1744-F. (Reserved).
- 2 SECTION 1743-F. PENNSYLVANIA LIQUOR CONTROL BOARD.
- FROM MONEY AVAILABLE FOR THE PENNSYLVANIA LIQUOR CONTROL

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- 4 BOARD, \$235,000,000 SHALL BE TRANSFERRED TO THE GENERAL FUND
- 5 DURING THE 2017-2018 FISCAL YEAR.
- 6 SECTION 1744-F. COMMONWEALTH FINANCING AUTHORITY.
- 7 FROM MONEY AVAILABLE FOR THE NEW PENNSYLVANIA VENTURE CAPITAL
- 8 INVESTMENT PROGRAM, \$15,000,000 SHALL BE TRANSFERRED TO THE
- 9 GENERAL FUND DURING THE 2017-2018 FISCAL YEAR.
- 10 Section 1745-F. (Reserved).
- 11 Section 1746-F. (Reserved).
- 12 <u>Section 1747-F.</u> (Reserved).
- 13 Section 1748-F. Commonwealth Financing Authority (Reserved).
- 14 <u>Section 1749-F. Thaddeus Stevens College of Technology</u>
- 15 (Reserved).
- 16 <u>Section 1750-F. Pennsylvania Housing Finance Agency (Reserved).</u>
- 17 Section 1751-F. LIHEABG (Reserved).
- 18 <u>SUBARTICLE C</u>
- 19 <u>STATE GOVERNMENT SUPPORT AGENCIES</u>
- 20 Section 1761-F. Health Care Cost Containment Council
- 21 (Reserved).
- 22 <u>Section 1762-F. State Ethics Commission (Reserved).</u>
- 23 <u>Section 1763-F. Legislative Reference Bureau (Reserved).</u>
- 24 <u>Section 1764-F. Legislative Budget and Finance Committee</u>
- 25 (Reserved).
- 26 Section 1765-F. Legislative Data Processing Committee
- 27 <u>(Reserved)</u>.
- 28 Section 1766-F. Joint State Government Commission (Reserved).
- 29 <u>Section 1767-F. Joint Legislative Air and Water Pollution</u>
- 30 Control and Conservation Committee (Reserved).

Τ	Section 1/68-F.	<u>Legislative Audit Advisory Commission</u>	
2	<u>(Rese</u>	rved).	
3	Section 1769-F.	Independent Regulatory Review Commission	
4	<u>(Rese</u>	rved).	
5	Section 1770-F.	Capitol Preservation Committee (Reserved).	
6	Section 1771-F.	Pennsylvania Commission on Sentencing	
7	<u>(Rese</u>	rved).	
8	Section 1772-F.	Center for Rural Pennsylvania (Reserved).	
9	Section 1773-F.	Commonwealth Mail Processing Center (Reserved).	
10	Section 1774-F.	Transfers (Reserved).	
11		SUBARTICLE D	
12		JUDICIAL DEPARTMENT	
13	Section 1781-F.	Supreme Court (Reserved).	
14	Section 1782-F.	Superior Court (Reserved).	
15	Section 1783-F.	Commonwealth Court (Reserved).	
16	Section 1784-F.	Courts of common pleas (Reserved).	
17	Section 1785-F.	Community courts; magisterial district judges	
18	(Rese	rved).	
19	Section 1786-F.	Philadelphia Traffic Court (Reserved).	
20	Section 1787-F.	Philadelphia Municipal Court (Reserved).	
21	Section 1788-F.	Judicial Conduct Board (Reserved).	
22	Section 1789-F.	Court of Judicial Discipline (Reserved).	
23	Section 1790-F.	Juror cost reimbursement (Reserved).	
24	Section 1791-F.	County court reimbursement (Reserved).	
25	Section 1792-F.	Senior judges (Reserved).	
26	Section 1793-F.	Transfer of money by Supreme Court (Reserved).	
27		SUBARTICLE E	
28		GENERAL ASSEMBLY	
29		(Reserved)	<
30	SECTION 1799-F.	LAPSING OF LEGISLATIVE APPROPRIATIONS FROM	<

1		PRIOR YEARS.
2	THE	FOLLOWING APPLY:
3		(1) (I) WITHIN 10 DAYS OF THE EFFECTIVE DATE OF THIS
4		SECTION, THE STATE TREASURER SHALL TAKE SUCH ACTION AS
5		MAY BE NECESSARY TO LAPSE \$5,000,000 FROM THE REMAINING
6		BALANCES IN APPROPRIATIONS FOR ALL FISCAL YEARS PRIOR TO
7		JULY 1, 2017, AND MADE TO THE SENATE IN AMOUNTS AND FROM
8		ACCOUNTS (R) TO BE DETERMINED BY THE UNANIMOUS VOTE OF
9		THE EXECUTIVE COMMITTEE OF THE SENATE COMMITTEE ON
10		MANAGEMENT OPERATIONS OR, IN THE ABSENCE OF A UNANIMOUS
11		VOTE OF THE EXECUTIVE COMMITTEE, THEN BY A MAJORITY VOTE
12		OF THE SENATE COMMITTEE ON MANAGEMENT OPERATIONS. THE
13		SENATE COMMITTEE ON MANAGEMENT OPERATIONS SHALL TRANSMIT
14		TO THE STATE TREASURER AND SECRETARY OF THE BUDGET NOTICE
15		OF THE UNANIMOUS OR MAJORITY VOTE UNDER THIS PARAGRAPH
16		WITHIN SEVEN DAYS OF THE EFFECTIVE DATE OF THIS SECTION.
17		THE NOTICE SHALL SPECIFY THE AMOUNTS AND ACCOUNTS FOR THE
18		LAPSE OF FUNDS UNDER THIS PARAGRAPH.
19		(II) IF THE NOTICE IS NOT PROVIDED AS REQUIRED BY
20		SUBPARAGRAPH (I), THE SECRETARY OF THE BUDGET SHALL
21		IMMEDIATELY DETERMINE THE AMOUNTS AND ACCOUNTS FOR THE
22		LAPSE OF FUNDS AND SHALL NOTIFY THE STATE TREASURER
23		THEREOF.
24		(III) AFTER RECEIPT OF THE NOTICE UNDER SUBPARAGRAPH
25		(I), THE STATE TREASURER SHALL IMMEDIATELY LAPSE THE
26		AMOUNTS FROM THE ACCOUNTS AS SPECIFIED IN THE NOTICE.
27		(2) (I) WITHIN 10 DAYS OF THE EFFECTIVE DATE OF THIS
28		SECTION, THE STATE TREASURER SHALL TAKE SUCH ACTION AS
2.9		MAY BE NECESSARY TO LAPSE \$5,000,000 FROM THE REMAINING

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BALANCES IN APPROPRIATIONS FOR ALL FISCAL YEARS PRIOR TO

1	JULY 1, 2017, AND MADE TO THE SENATE IN AMOUNTS AND FROM
2	ACCOUNTS (D) TO BE DETERMINED BY THE UNANIMOUS VOTE OF
3	THE EXECUTIVE COMMITTEE OF THE SENATE COMMITTEE ON
4	MANAGEMENT OPERATIONS OR, IN THE ABSENCE OF A UNANIMOUS
5	VOTE OF THE EXECUTIVE COMMITTEE, THEN BY A MAJORITY VOTE
6	OF THE SENATE COMMITTEE ON MANAGEMENT OPERATIONS. THE
7	SENATE COMMITTEE ON MANAGEMENT OPERATIONS SHALL TRANSMIT
8	TO THE STATE TREASURER AND SECRETARY OF THE BUDGET NOTICE
9	OF THE UNANIMOUS OR MAJORITY VOTE UNDER THIS PARAGRAPH
10	WITHIN SEVEN DAYS OF THE EFFECTIVE DATE OF THIS SECTION.
11	THE NOTICE SHALL SPECIFY THE AMOUNTS AND ACCOUNTS FOR THE
12	LAPSE OF FUNDS UNDER THIS PARAGRAPH.
13	(II) IF THE NOTICE IS NOT PROVIDED AS REQUIRED BY
14	SUBPARAGRAPH (I), THE SECRETARY OF THE BUDGET SHALL
15	IMMEDIATELY DETERMINE THE AMOUNTS AND ACCOUNTS FOR THE
16	LAPSE OF FUNDS UNDER THIS PARAGRAPH AND SHALL NOTIFY THE
17	STATE TREASURER THEREOF.
18	(III) AFTER RECEIPT OF THE NOTICE UNDER SUBPARAGRAPH
19	(I), THE STATE TREASURER SHALL IMMEDIATELY LAPSE THE
20	AMOUNTS FROM THE ACCOUNTS AS SPECIFIED IN THE NOTICE.
21	(3) (I) WITHIN 10 DAYS OF THE EFFECTIVE DATE OF THIS
22	SECTION, THE STATE TREASURER SHALL TAKE SUCH ACTION AS
23	MAY BE NECESSARY TO LAPSE \$5,000,000 FROM THE REMAINING
24	BALANCES IN APPROPRIATIONS FOR ALL FISCAL YEARS PRIOR TO
25	JULY 1, 2017, AND MADE TO THE HOUSE OF REPRESENTATIVES IN
26	AMOUNTS AND FROM ACCOUNTS (R) AS DETERMINED BY MAJORITY
27	VOTE OF THE BIPARTISAN MANAGEMENT COMMITTEE. THE
28	BIPARTISAN MANAGEMENT COMMITTEE SHALL TRANSMIT TO THE
29	STATE TREASURER AND SECRETARY OF THE BUDGET NOTICE OF THE
30	MAJORITY VOTE UNDER THIS PARAGRAPH WITHIN SEVEN DAYS OF

1	THE EFFECTIVE DATE OF THIS SECTION. THE NOTICE SHALL
2	SPECIFY THE AMOUNTS AND ACCOUNTS FOR THE LAPSE OF FUNDS
3	UNDER THIS PARAGRAPH.
4	(II) IF THE NOTICE IS NOT PROVIDED AS REQUIRED BY
5	SUBPARAGRAPH (I), THE SECRETARY OF THE BUDGET SHALL
6	IMMEDIATELY DETERMINE THE AMOUNTS AND ACCOUNTS FOR THE
7	LAPSE OF FUNDS UNDER THIS PARAGRAPH AND SHALL NOTIFY THE
8	STATE TREASURER THEREOF.
9	(III) AFTER RECEIPT OF THE NOTICE UNDER SUBPARAGRAPH
10	(I), THE STATE TREASURER SHALL IMMEDIATELY LAPSE THE
11	AMOUNTS FROM THE ACCOUNTS AS SPECIFIED IN THE NOTICE.
12	(4) (I) WITHIN 10 DAYS OF THE EFFECTIVE DATE OF THIS
13	SECTION, THE STATE TREASURER SHALL TAKE SUCH ACTION AS
14	MAY BE NECESSARY TO LAPSE \$5,000,000 FROM THE REMAINING
15	BALANCES IN APPROPRIATIONS FOR ALL FISCAL YEARS PRIOR TO
16	JULY 1, 2017, AND MADE TO THE HOUSE OF REPRESENTATIVES IN
17	AMOUNTS AND FROM ACCOUNTS (D) AS DETERMINED BY MAJORITY
18	VOTE OF THE BIPARTISAN MANAGEMENT COMMITTEE. THE
19	BIPARTISAN MANAGEMENT COMMITTEE SHALL TRANSMIT TO THE
20	STATE TREASURER AND SECRETARY OF THE BUDGET NOTICE OF THE
21	MAJORITY VOTE UNDER THIS PARAGRAPH WITHIN SEVEN DAYS OF
22	THE EFFECTIVE DATE OF THIS SECTION. THE NOTICE SHALL
23	SPECIFY THE AMOUNTS AND ACCOUNTS FOR THE LAPSE OF FUNDS
24	UNDER THIS PARAGRAPH.
25	(II) IF THE NOTICE IS NOT PROVIDED AS REQUIRED BY
26	SUBPARAGRAPH (I), THE SECRETARY OF THE BUDGET SHALL
27	IMMEDIATELY DETERMINE THE AMOUNTS AND ACCOUNTS FOR THE
28	LAPSE OF FUNDS UNDER THIS PARAGRAPH AND SHALL NOTIFY THE
29	STATE TREASURER THEREOF.
3.0	(TII) AFTER RECEIPT OF THE MOTICE UNDER SURPARACRAPH

1 (I), THE STATE TREASURER SHALL IMMEDIATELY LAPSE THE 2 AMOUNTS FROM THE ACCOUNTS AS SPECIFIED IN THE NOTICE. 3 ARTICLE XVII-G 2017-2018 RESTRICTIONS ON APPROPRIATIONS 4 5 FOR FUNDS AND ACCOUNTS 6 Section 1701-G. Applicability. 7 Except as specifically provided in this article, this article 8 applies to the act of July 11, 2017 (P.L. , No.1A), known as the General Appropriation Act of 2017, and all other 10 appropriation acts of 2017. Section 1702-G. State Lottery Fund. 11 12 The following apply: 13 (1) Money appropriated for PENNCARE shall not be utilized for administrative costs by the Department of Aging. 14 (2) (Reserved). 15 Section 1703-G. Tobacco Settlement Fund (Reserved). 16 Section 1704-G. Judicial Computer System Augmentation Account 17 18 (Reserved). 19 Section 1705-G. Emergency Medical Services Operating Fund 20 (Reserved). Section 1706-G. The State Stores Fund (Reserved). 21 Section 1707-G. Motor License Fund (Reserved). 22 23 Section 1708-G. Aviation Restricted Account (Reserved). 24 Section 1709-G. Hazardous Material Response Fund (Reserved). Section 1710-G. Milk Marketing Fund (Reserved). 25 Section 1711-G. HOME Investment Trust Fund (Reserved). 26 Section 1712-G. Tuition Account Guaranteed Savings Program Fund 27 28 (Reserved). Section 1713-G. Banking Fund (Reserved). 29 Section 1714-G. Firearm Records Check Fund (Reserved). 30

- 1 <u>Section 1715-G. Ben Franklin Technology Development Authority</u>
- 2 <u>Fund (Reserved)</u>.
- 3 Section 1716-G. Oil and Gas Lease Fund (Reserved).
- 4 <u>Section 1717-G. Home Improvement Account (Reserved).</u>
- 5 <u>Section 1718-G. Cigarette Fire Safety and Firefighter</u>
- 6 <u>Protection Act Enforcement Fund (Reserved).</u>
- 7 <u>Section 1719-G. Insurance Regulation and Oversight Fund</u>
- 8 (Reserved).
- 9 <u>Section 1720-G. Pennsylvania Racehorse Development Restricted</u>
- 10 Receipt Account (Reserved).
- 11 Section 1721-G. Justice Reinvestment Fund.
- 12 The following shall apply:
- 13 <u>(1) Section 8.1(f) of the act of November 22, 1978</u>
- 14 (P.L.1166, No.274), referred to as the Pennsylvania
- 15 <u>Commission on Crime and Delinquency Law, shall not apply to</u>
- 16 fiscal year 2017-2018.
- (2) (Reserved).
- 18 Section 1722-G. Multimodal Transportation Fund (Reserved).
- 19 Section 1723-G. State Racing Fund (Reserved).
- 20 Section 1724-G. ABLE Savings Program Fund (Reserved).
- 21 Section 1725-G. Restricted receipt accounts.
- 22 (a) General provisions. -- The secretary may create restricted
- 23 receipt accounts for the purpose of administering Federal grants
- 24 only for the purposes designated in this section.
- 25 (b) Department of Community and Economic Development.--The
- 26 following restricted receipt accounts may be established for the
- 27 Department of Community and Economic Development:
- 28 (1) ARC Housing Revolving Loan Program.
- 29 (2) (Reserved).
- 30 (c) Department of Conservation and Natural Resources. -- The

- 1 following restricted receipt accounts may be established for the
- 2 Department of Conservation and Natural Resources:
- 3 (1) Federal Aid to Volunteer Fire Companies.
- 4 (2) Land and Water Conservation Fund Act of 1965 (Public
- 5 Law 88-578, 16 U.S.C. § 4601-4 et seq.).
- 6 (3) National Forest Reserve Allotment.
- 7 (d) Department of Education. -- The following restricted
- 8 receipt accounts may be established for the Department of
- 9 <u>Education:</u>
- 10 (1) Education of the Disabled Part C.
- 11 (2) LSTA Library Grants.
- 12 (3) The Pennsylvania State University Federal Aid.
- 13 (4) Emergency Immigration Education Assistance.
- 14 <u>(5) Education of the Disabled Part D.</u>
- 15 (6) Homeless Adult Assistance Program.
- 16 <u>(7) Severely Handicapped.</u>
- 17 (8) Medical Assistance Reimbursements to Local Education
- 18 Agencies.
- 19 (e) Department of Environmental Protection. -- The following
- 20 restricted receipt accounts may be established for the
- 21 Department of Environmental Protection:
- 22 (1) Federal Water Resources Planning Act.
- 23 (2) Flood Control Payments.
- 24 (3) Soil and Water Conservation Act Inventory of
- 25 Programs.
- 26 (f) Department of Drug and Alcohol Programs. -- The following
- 27 restricted receipt accounts may be established for the
- 28 Department of Drug and Alcohol Programs:
- 29 (1) Share Loan Program.
- 30 (2) (Reserved).

- 1 (q) Department of Transportation. -- The following restricted
- 2 receipt accounts may be established for the Department of
- 3 <u>Transportation:</u>
- 4 (1) Capital Assistance Elderly and Handicapped Programs.
- 5 (2) Railroad Rehabilitation and Improvement Assistance.
- 6 (3) Ridesharing/Van Pool Program Acquisition.
- 7 (h) Pennsylvania Emergency Management Agency. -- The following
- 8 restricted receipt accounts may be established for the
- 9 Pennsylvania Emergency Management Agency:
- 10 (1) Receipts from Federal Government Disaster Relief -
- 11 Disaster Relief Assistance to State and Political
- 12 <u>Subdivisions.</u>
- 13 (2) (Reserved).
- (i) Pennsylvania Historical and Museum Commission. -- The
- 15 <u>following restricted receipt accounts may be established for the</u>
- 16 Pennsylvania Historical and Museum Commission:
- 17 (1) Federal Grant National Historic Preservation Act.
- 18 (2) (Reserved).
- 19 (j) Executive offices. -- The following restricted receipt
- 20 accounts may be established for the executive offices:
- 21 (1) Retired Employees Medicare Part D.
- 22 (2) Justice Assistance.
- 23 (3) Juvenile Accountability Incentive.
- 24 (4) Early Retiree Reinsurance Program.
- 25 SECTION 1726-G. FUND TRANSFERS.
- FOR THE 2017-2018 FISCAL YEAR, THE FOLLOWING SHALL APPLY:
- 27 (1) FROM FUNDS DEPOSITED IN THE PUBLIC TRANSPORTATION

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- TRUST FUND, \$50,000,000 SHALL BE TRANSFERRED TO THE GENERAL
- 29 <u>FUND.</u>
- 30 (2) FROM FUNDS DEPOSITED IN THE MULTIMODAL

1 TRANSPORTATION FUND, \$50,000,000 SHALL BE TRANSFERRED TO THE 2 GENERAL FUND. 3 (3) (RESERVED). 4 (4) FROM FUNDS DEPOSITED IN THE MACHINERY AND EQUIPMENT 5 LOAN FUND, \$40,000,000 SHALL BE TRANSFERRED TO THE GENERAL 6 FUND. 7 (5) (RESERVED). 8 (6) (RESERVED). 9 (7) (RESERVED). 10 (8) (RESERVED). (9) FROM FUNDS DEPOSITED IN THE RECYCLING FUND, 11 12 \$70,000,000 SHALL BE TRANSFERRED TO THE GENERAL FUND. 13 (10) FROM FUNDS DEPOSITED IN THE INSURANCE REGULATION 14 AND OVERSIGHT FUND, \$10,000,000 SHALL BE TRANSFERRED TO THE 15 GENERAL FUND. 16 (11) FROM FUNDS DEPOSITED IN THE PENNSYLVANIA INFRASTRUCTURE BANK, \$25,000,000 SHALL BE TRANSFERRED TO THE 17 18 GENERAL FUND. 19 (12) FROM FUNDS DEPOSITED IN THE BEN FRANKLIN TECHNOLOGY 20 DEVELOPMENT AUTHORITY FUND, \$5,000,000 SHALL BE TRANSFERRED 21 TO THE GENERAL FUND. 22 (13) FROM FUNDS DEPOSITED IN THE STATE RACING FUND, 23 \$15,000,000 SHALL BE TRANSFERRED TO THE GENERAL FUND. 24 (14) FROM FUNDS DEPOSITED IN THE MUNICIPALITIES 25 FINANCIAL RECOVERY REVOLVING AID FUND, \$7,000,000 SHALL BE 26 TRANSFERRED TO THE GENERAL FUND. 27 (15) FROM FUNDS DEPOSITED IN THE REHABILITATION CENTER 28 FUND, \$10,000,000 SHALL BE TRANSFERRED TO THE GENERAL FUND. 29 (16) FROM FUNDS DEPOSITED IN THE MANUFACTURING FUND,

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\$21,000,000 SHALL BE TRANSFERRED TO THE GENERAL FUND.

1	(17) FROM FUNDS DEPOSITED IN THE HISTORICAL PRESERVATION
2	FUND, \$4,000,000 SHALL BE TRANSFERRED TO THE GENERAL FUND.
3	(18) FROM FUNDS DEPOSITED IN THE ENVIRONMENTAL
4	STEWARDSHIP FUND, \$70,000,000 SHALL BE TRANSFERRED TO THE
5	GENERAL FUND.
6	(19) FROM FUNDS DEPOSITED IN THE INDUSTRIAL SITES
7	CLEANUP FUND, \$10,000,000 SHALL BE TRANSFERRED TO THE GENERAL
8	FUND.
9	(20) FROM FUNDS DEPOSITED IN THE HIGHWAY BEAUTIFICATION
10	FUND, \$500,000 SHALL BE TRANSFERRED TO THE GENERAL FUND.
11	(21) (RESERVED).
12	(22) FROM FUNDS DEPOSITED IN THE STATE TREASURY ARMORY
13	FUND, \$750,000 SHALL BE TRANSFERRED TO THE GENERAL FUND.
14	(23) FROM FUNDS DEPOSITED IN THE JUSTICE REINVESTMENT
15	FUND, \$2,735,000 SHALL BE TRANSFERRED TO THE GENERAL FUND.
16	(24) FROM FUNDS DEPOSITED IN THE ENERGY DEVELOPMENT
17	FUND, \$3,967,000 SHALL BE TRANSFERRED TO THE GENERAL FUND.
18	(25) FROM FUNDS DEPOSITED IN THE CONSERVATION DISTRICT
19	FUND, \$2,506,000 SHALL BE TRANSFERRED TO THE GENERAL FUND.
20	(26) FROM FUNDS DEPOSITED IN THE SMALL BUSINESS FIRST
21	FUND, \$11,000,000 SHALL BE TRANSFERRED TO THE GENERAL FUND.
22	(27) FROM FUNDS DEPOSITED IN THE LOCAL GOVERNMENT
23	CAPITAL PROJECT LOAN FUND, \$2,000,000 SHALL BE TRANSFERRED TO
24	THE GENERAL FUND.
25	(28) FROM FUNDS DEPOSITED IN THE PENNSYLVANIA EHEALTH
26	PARTNERSHIP FUND, \$1,992,000 SHALL BE TRANSFERRED TO THE
27	GENERAL FUND.
28	(29) FROM FUNDS DEPOSITED IN THE ENVIRONMENTAL EDUCATION
29	FUND, \$500,000 SHALL BE TRANSFERRED TO THE GENERAL FUND.
30	(30) FROM FUNDS DEPOSITED IN THE COAL LANDS IMPROVEMENT

- 1 FUND, \$2,000,000 SHALL BE TRANSFERRED TO THE GENERAL FUND.
- 2 (31) FROM FUNDS DEPOSITED IN THE MINORITY BUSINESS
- 3 DEVELOPMENT FUND, \$1,000,000 SHALL BE TRANSFERRED TO THE
- 4 GENERAL FUND.
- 5 (32) FROM FUNDS DEPOSITED IN THE STATE SCHOOL FUND,
- 6 \$672,000 SHALL BE TRANSFERRED TO THE GENERAL FUND.
- 7 (33) FROM FUNDS DEPOSITED IN THE CIGARETTE FIRE SAFETY
- 8 AND FIREFIGHTER PROTECTION ACT ENFORCEMENT FUND, \$250,000
- 9 SHALL BE TRANSFERRED TO THE GENERAL FUND.
- 10 (34) FROM FUNDS IN THE INDUSTRIAL DEVELOPMENT FUND,
- \$47,000 SHALL BE TRANSFERRED TO THE GENERAL FUND.
- 12 (35) FROM FUNDS IN THE SOLID WASTE-RESOURCE RECOVERY
- 13 <u>DEVELOPMENT FUND, \$448,000 SHALL BE TRANSFERRED TO THE</u>
- 14 <u>GENERAL FUND.</u>
- 15 (36) FROM FUNDS IN THE STATE COLLEGE EXPERIMENTAL FARM
- 16 FUND, \$24,000 SHALL BE TRANSFERRED TO THE GENERAL FUND.
- 17 (37) FROM FUNDS IN THE KEYSTONE RECREATION, PARK AND
- 18 CONSERVATION FUND, \$50,000,000 SHALL BE TRANSFERRED TO THE
- 19 GENERAL FUND.
- 20 (38) FROM FUNDS IN THE BANKING FUND, \$25,000,000 SHALL
- 21 BE TRANSFERRED TO THE GENERAL FUND.
- 22 (39) FROM FUNDS IN THE SUBSTANCE ABUSE EDUCATION AND
- 23 DEMAND REDUCTION FUND, \$4,500,000 SHALL BE TRANSFERRED TO THE
- 24 GENERAL FUND.
- 25 (40) FROM FUNDS IN THE INDUSTRIAL SITES ENVIRONMENTAL
- ASSESSMENT FUND, \$7,500,000 SHALL BE TRANSFERRED TO THE
- 27 GENERAL FUND.
- 28 (41) FROM FUNDS IN THE JOB TRAINING FUND, \$359,000 SHALL
- 29 BE TRANSFERRED TO THE GENERAL FUND.
- 30 Section 20. Repeals are as follows:

- 1 (1) The General Assembly declares that the repeals under 2 paragraph (2) are necessary to effectuate the amendment or 3 addition of sections 1601-E and 1601.2-E of the act.
 - (2) The following provisions are repealed:
- (i) The act of December 15, 1955 (P.L.865, No.256),
 entitled "An act requiring rents and royalties from oil
 and gas leases of Commonwealth land to be placed in a
 special fund to be used for conservation, recreation,
 dams, and flood control; authorizing the Secretary of
 Forests and Waters to determine the need for and location
 of such projects and to acquire the necessary land."
- 12 (ii) 58 Pa.C.S. §§ 2504 and 2505.
- 13 (3) The General Assembly declares that the repeal under 14 paragraph (4) is necessary to effectuate the addition of 15 section 1603-M of the act.
- 16 (4) 53 Pa.C.S. § 57B02(c)(1)(i) and (ii) are repealed.
- 17 SECTION 21. THE AMENDMENT OF SECTION 1707-E.2 OF THE ACT <--
- 18 SHALL APPLY RETROACTIVELY TO JANUARY 1, 2017.
- 19 Section $\frac{21}{2}$ 22. This act shall take effect as follows: <--
- 20 (1) The amendment of section 403 of the act shall take 21 effect in 60 days.
- 22 (2) The addition of Subarticle F of Article XVII A.1 of <--
- 23 the act shall take effect in 30 days.
- 24 (3) The remainder of this act shall take effect
- 25 immediately.

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