## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## HOUSE RESOLUTION

No. 204

Session of 1995

INTRODUCED BY PETRONE AND WOGAN, SEPTEMBER 19, 1995

AS REPORTED FROM COMMITTEE ON RULES, HOUSE OF REPRESENTATIVES, AS AMENDED, OCTOBER 17, 1995

## A RESOLUTION

- 1 Directing the Urban Affairs Committee to inquire into the 2 practices of municipal authorities.
- 3 WHEREAS, The Municipal Authorities Act of 1945 permits any
- 4 county, city, borough, incorporated town, township or school
- 5 district of the Commonwealth, acting singly or jointly with one
- 6 or more other local governments, to organize an authority; and
- 7 WHEREAS, Today there exists over 2,000 active municipal
- 8 authorities in Pennsylvania; and
- 9 WHEREAS, Municipal authorities in Pennsylvania were devised
- 10 as a vehicle for accomplishing public purposes not possible or
- 11 practical through direct action of counties, municipalities and
- 12 school districts, as well as to insulate public services from
- 13 political abuses; and
- 14 WHEREAS, The Federal Bureau of Investigation (FBI) recently
- 15 began investigation into concerns that the bid specifications
- 16 for a \$1.5 million sewer lining contract awarded by the board of
- 17 the Pittsburgh Water and Sewer Authority may have been changed

- 1 to give one contractor an unfair advantage; and
- 2 WHEREAS, The FBI is also trying to determine whether any
- 3 public officials of the Authority received kickbacks from such
- 4 contractor; and
- 5 WHEREAS, In recent years there have been perceived problems
- 6 with actual or alleged abuses by other municipal authorities in
- 7 this Commonwealth; and
- 8 WHEREAS, There have also been concerns raised as to the
- 9 accountability of a municipal authority, its board members and
- 10 its employees to the municipality that created the authority and
- 11 the general public which ultimately pays for the authority's
- 12 expenditures; therefore be it
- 13 RESOLVED, That the House of Representatives direct the Urban
- 14 Affairs Committee to conduct an inquiry into the practices of
- 15 municipal authorities in Pennsylvania as well as to conduct a
- 16 thorough review of the Municipal Authorities Act and to propose
- 17 any changes to that act it deems appropriate; and be it further
- 18 RESOLVED, That the committee may hold hearings, take
- 19 testimony and make its investigations at such places as it deems
- 20 necessary in this Commonwealth. It may issue subpoenas under the
- 21 hand and seal of its chairman commanding any person to appear
- 22 before the committee and to answer questions touching matters
- 23 properly being inquired into by the committee and to produce
- 24 such books, papers, records and documents as the committee deems
- 25 necessary. The subpoenas may be served upon any person and shall
- 26 have the same effect as subpoenas issued out of the courts of
- 27 this Commonwealth. Any person who willfully neglects or refuses
- 28 to testify before the committee or to produce any books, papers,
- 29 records or documents shall be subject to the penalties provided
- 30 by the laws of this Commonwealth in such case. Each member of

- 1 the committee shall have power to administer oaths and
- 2 affirmations to witnesses appearing before the committee; and be
- 3 it further
- 4 RESOLVED, That the committee make a report of its findings
- 5 and recommendations to the full House of Representatives no
- 6 later than September 30, 1996.