THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL No. 983 Session of 2007

INTRODUCED BY STEIL, FREEMAN, HENNESSEY, HERSHEY, KORTZ, PETRI, RUBLEY, SOLOBAY, VEREB, THOMAS, SIPTROTH, CALTAGIRONE AND MUNDY, APRIL 2, 2007

AS AMENDED ON SECOND CONSIDERATION, HOUSE OF REPRESENTATIVES, JUNE 24, 2008

AN ACT

1 2 3 4 5 6 7	Amending the act of January 19, 1967 (1968 P.L.992, No.442) 1968 (1967 P.L.992, No.442), entitled, AS AMENDED, "An act authorizing the Commonwealth of Pennsylvania and the local government units thereof to preserve, acquire or hold land for open space uses," further providing for acquisition of interests in real property, for local taxing options and for exercise of eminent domain.	<— <—
8	The General Assembly of the Commonwealth of Pennsylvania	
9	hereby enacts as follows:	
10	Section 1. Section 5(c) of the act of January 19, 1967	<
11	(1968, P.L.922, No.442) 1968 (1967 P.L.992, NO.442), entitled,	<
12	AS AMENDED, "An act authorizing the Commonwealth of Pennsylvania	
13	and the local government units thereof to preserve, acquire or	
14	hold land for open space uses," amended December 18, 1996	
15	(P.L.994, No.153), is amended to read:	
16	Section 5. Acquisition of Interests in Real Property* * *	
17	(c) (1) A local government unit may acquire any interest in	
18	real property situate within its boundaries by purchase,	
19	contract, [condemnation, gift, devise or otherwise] gift or	

devise, for any of the purposes set forth in clauses [(1) 1 through (8) of subsection (a) of this section, and may acquire 2 3 any interest in real property situate within its boundaries by purchase, contract, gift or devise, for any of the purposes set 4 forth in clause (1) of subsection (b) of this section, including 5 limiting the use of real property to achieve open space benefits 6 7 by reselling real property acquired in fee simple, subject to restrictive covenants or easements limiting the use thereof for 8 9 the purposes set forth in clauses (1) through (7) of subsection 10 (a) and clause (1) of subsection (b) of this section.] (1)11 through (7) of subsection (a) and clause (1) of subsection (b), or may limit the use of real property to achieve open space 12 13 benefits by reselling real property acquired in fee simple, 14 subject to restrictive covenants or easements limiting the use 15 thereof for those purposes.

16 (1.1) A county or county authority may also acquire any 17 interest in real property situate within its boundaries by 18 condemnation for any of the purposes set forth in clauses (1) 19 through (8) of subsection (a) in accordance with section 8 of 20 this act.

(2) During the time that real property or any interest in
real property acquired by a local government unit for open space
purposes in accordance with this act is held by the local
government unit, the real property shall be ineligible for the
purchase of agricultural conservation easements authorized in
the act of June 30, 1981 (P.L.128, No.43), known as the
"Agricultural Area Security Law."

Section 2. Sections 7 and 7.1 7.1(B) of the act, amended
February 2, 2006 (P.L.15, No.4), are amended to read:
Section 7. Property Acquired in Fee Simple.--If the owner of
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the interests in real property to be acquired pursuant to the 1 provisions of this act prefers to have the Commonwealth or the 2 3 local government unit acquire the property in fee simple, the 4 Commonwealth or the local government unit shall be required to 5 acquire the property in fee simple. All real property acquired in fee simple by the Commonwealth, through either the Department 6 7 of Conservation and Natural Resources or the Department of Agriculture under the provisions of this act, shall be offered 8 for resale publicly in the manner provided by law within two 9 10 years of the date of acquisition, subject to restrictive 11 covenants or easements limiting the land to such open space uses as may be specified by the designating department or agency in 12 13 accordance with section 6 hereof, and consistent with the 14 resource, recreation, or land use plan established in accordance 15 with section [4] 3 hereof. [In the case of the Commonwealth, 16 such] Such resales may be made without specific authority of the 17 General Assembly and shall be through the Department of General 18 Services at public sale in the manner provided by law.

19 Section 7.1. Local Taxing Options.--* * *

20 (b) (1) Any of the following categories of real property21 may be exempted from further millage increases:

(i) Real property in which the open space property interestshave been acquired by a local government unit in accordance withthis act.

(ii) Real property that is subject to an easement acquired in accordance with the act of June 30, 1981 (P.L.128, No.43), known as the "Agricultural Area Security Law."

(iii) Real property from which TDRs have been transferred
and retired by a local government unit without their development
potential having occurred on other lands.

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1 (2) The exemption from further millage increases authorized by clause (1) shall become effective only if the [governing body 2 3 of each taxing district that imposes a tax on the real property 4 approves] the respective governing bodies of the county,

municipal corporation and school district approve the exemption 5

either by ordinance in the case of a county or municipal 6

7 corporation or by resolution in the case of a school

district[.], and only as long as each ordinance or resolution, 8

as applicable, remains in effect or is not repealed. The 9

10 ordinance or resolution shall state whether the millage freeze

11 is only to be applied to the general real estate millage or is

also to be applied to any other millages imposed by the taxing 13 district. At a minimum the millage freeze shall apply to the

taxing districts' general real estate millage. 14

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15 (3) The exemption from further millage increases for real 16 property as provided for in this subsection shall be authorized 17 only for real property qualifying for such exemption under the 18 provisions of section 2(b)(1) of Article VIII of the 19 Constitution of Pennsylvania.

20 (4) If the [governing body of each taxing district so resolves] respective governing bodies of the county, municipal 21 22 corporation and school district so resolve, the millage freeze 23 authorized herein shall apply to all eligible real property, whether the real property met the criteria of this subsection 24 25 prior to or subsequent to the date of the ordinances and 26 resolution imposing the millage freeze. For prior acquisitions, 27 the date on which the millage rate shall be frozen is the date 28 that the last of the required ordinances or resolution becomes effective. For subsequent acquisitions, the date on which the 29 30 millage rate shall be frozen is the date the local government 20070H0983B4040 - 4 -

unit completes the acquisition. The governing body of each
 taxing district shall give prompt notice to the appropriate tax
 collection agent of the exact amount of the millage, the date it
 was frozen and each parcel to which the freeze applies.

5 (4.1) The millage freeze shall remain in effect if the
6 property is sold as long as the property continues to meet the
7 requirements of this subsection.

8 (5) The exemptions granted under this act shall not be 9 considered by the State Tax Equalization Board in deriving the 10 market value of school district real property so as to reduce 11 the subsidy to that school district or to increase the subsidy 12 to any other school district.

13 (6) Land currently enrolled in programs pursuant to the act

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14 <u>of December 19, 1974 (P.L.973, No.319), known as the</u>

15 <u>"Pennsylvania Farmland and Forest Land Assessment Act of 1974, "</u>

16 shall not be eligible for the millage freeze. Land removed from

17 programs under this act shall be eligible for the tax freeze

18 upon their removal, provided that the governing bodies of the

19 county, municipal corporation and school district approve the

20 <u>tax freeze exemption.</u>

21 Section 3. Section 8 of the act, amended December 18, 199622 (P.L.944, No.153), is amended to read:

23 Section 8. Exercise of Eminent Domain.--(a) Use of 24 <u>condemnation or</u> the power of eminent domain to acquire interests 25 in real property for the purposes of this act shall be exercised 26 in accordance with the provisions of the Eminent Domain Code of 27 the Commonwealth.

(b) Notwithstanding the provisions of subsection (a) [or section 5(c)], local government units other than counties or county authorities may not exercise the power of eminent domain 20070H0983B4040 - 5 -

- 1 in carrying out the provisions of this act.
- 2 Section 4. This act shall take effect in 60 days.