THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 2533 Session of 2018

INTRODUCED BY DAVIS, DEAN, THOMAS, A. DAVIS, HILL-EVANS, DRISCOLL, DALEY AND SCHWEYER, JUNE 27, 2018

REFERRED TO COMMITTEE ON LOCAL GOVERNMENT, JUNE 27, 2018

AN ACT

Amending Title 53 (Municipalities Generally) of the Pennsylvania Consolidated Statutes, establishing the Municipal Water and Wastewater Authority Oversight Commission and providing for 3 its powers and duties; establishing the Municipal Water and 4 Wastewater Authority Oversight Fund; and imposing a fee. 5 6 The General Assembly of the Commonwealth of Pennsylvania hereby enacts as follows: Section 1. Title 53 of the Pennsylvania Consolidated 8 Statutes is amended by adding a chapter to read: 10 CHAPTER 56A 11 MUNICIPAL WATER AND WASTEWATER 12 AUTHORITY OVERSIGHT COMMISSION 1.3 Sec. 14 56A01. Definitions. 15 56A02. Establishment of commission. 16 56A03. General powers. 17 56A04. Consumer protection. 18 56A05. Annual reports.

56A06. Reports by public utilities.

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- 1 <u>56A07</u>. Enforcement proceedings.
- 2 56A08. Fund and fee.
- 3 § 56A01. Definitions.
- 4 The following words and phrases when used in this chapter
- 5 shall have the meanings given to them in this section unless the
- 6 context clearly indicates otherwise:
- 7 <u>"Commission." The Municipal Water and Wastewater Authority</u>
- 8 Oversight Commission established under section 56A02 (relating
- 9 <u>to establishment of commission</u>).
- 10 "Fund." The Municipal Water and Wastewater Authority
- 11 Oversight Fund established under section 56A08 (relating to fund
- 12 and fee).
- 13 "Municipal authority." As defined in section 5602 (relating
- 14 to definitions).
- 15 "Municipal water/wastewater authority." A municipal
- 16 <u>authority established for the purposes under section 5607(a)(5)</u>,
- 17 (6) or (7) (relating to purposes and powers).
- 18 § 56A02. Establishment of commission.
- 19 (a) Establishment. -- The Municipal Water and Wastewater
- 20 Authority Oversight Commission is established as an independent
- 21 administrative board.
- 22 (b) Commissioners.--The commission shall consist of five
- 23 commissioners appointed by the Governor, by and with the advice
- 24 and consent of a majority of the members of the Senate, for a
- 25 term of five years. The Governor shall submit the nomination of
- 26 a commissioner to the Senate no later than 90 days prior to the
- 27 expiration of the term or the effective date of the resignation
- 28 of the commissioner whom the nominee would replace. A
- 29 commissioner may continue to hold office for a period not to
- 30 exceed six months beyond the expiration of the commissioner's

- 1 term if the successor has not been duly appointed and qualified
- 2 according to law.
- 3 (c) Oualifications.--Each commissioner, at the time of
- 4 appointment, must meet all of the following requirements:
- 5 <u>(1) Be a resident of this Commonwealth.</u>
- 6 (2) Have been a qualified elector in this Commonwealth
- for a period of at least one year prior to appointment.
- 8 <u>(3) Be at least 25 years of age.</u>
- 9 (d) Restrictions. -- The following apply:
- 10 (1) No person may be appointed as a commissioner or hold
- any place, position or office under the commission who
- 12 <u>occupies any official relation to any municipal</u>
- 13 <u>water/wastewater authority or who holds any other appointive</u>
- or elected office of the Commonwealth or any political
- 15 subdivision thereof.
- 16 (2) No commissioner may hold any office or position, the
- duties of which are incompatible with the duties of the
- 18 commission.
- 19 (3) No commissioner or any individual or official
- 20 employed or appointed to office under, in the service of or
- in connection with the work of the commission may, directly
- 22 or indirectly, solicit from or recommend to a municipal
- 23 water/wastewater authority, or any officer, attorney, agent
- or employee thereof, the appointment of an individual to any
- 25 position in, or the employment of an individual in any
- 26 capacity by, the municipal water/wastewater authority.
- 27 <u>(e) Compensation.--Each of the commissioners shall receive</u>
- 28 an annual salary of \$55,000, except the chairman, who shall
- 29 receive an annual salary \$60,000.
- 30 (f) Chairman. -- A commissioner designated by the Governor

- 1 shall be the chairman of the commission during the
- 2 <u>commissioner's term of office. Commissioners shall annually</u>
- 3 elect a member to serve as the vice chairman of the commission.
- 4 When present, the chairman shall preside at all meetings, but,
- 5 <u>in the chairman's absence, the vice chairman or, in the vice</u>
- 6 <u>chairman's absence, a member designated by the chairman, shall</u>
- 7 preside and exercise all the powers of the chairman.
- 8 (q) Removal. -- The Governor, by consent of two-thirds of all
- 9 of the members of the Senate, may remove a commissioner for
- 10 inefficiency, neglect of duty or misconduct in office, giving
- 11 the commissioner a copy of the charges and affording the
- 12 commissioner an opportunity to be publicly heard in the
- 13 <u>commissioner's own defense upon not less than 10 days' notice.</u>
- 14 <u>If the commissioner is removed, the Governor shall file with the</u>
- 15 Department of State a complete statement of all charges made
- 16 <u>against the commissioner, the Governor's findings and a complete</u>
- 17 record of the proceedings.
- 18 (h) Quorum.--A majority of the commissioners shall
- 19 constitute a quorum. No vacancy in the commission may impair the
- 20 right of a quorum of the commissioners to exercise all the
- 21 rights and perform all the duties of the commission.
- 22 (i) Open proceedings.--The proceedings of the commission
- 23 shall be conducted in accordance with the provisions of 65
- 24 Pa.C.S. Ch.7 (relating to open meetings).
- 25 § 56A03. General powers.
- The commission shall have the general administrative power
- 27 <u>and authority to supervise and regulate all municipal</u>
- 28 water/wastewater authorities doing business in this
- 29 Commonwealth. The commission may adopt regulations as may be
- 30 <u>necessary or proper to exercise the powers or perform the duties</u>

- 1 of the commission.
- 2 § 56A04. Consumer protection.
- 3 (a) Consumer protection. -- The commission shall promulgate
- 4 regulations by which a consumer may make informal complaints.
- 5 Complaints shall be filed with the Pennsylvania Public Utility
- 6 Commission. The Pennsylvania Public Utility Commission shall
- 7 forward complaints to the commission for resolution. The
- 8 commission shall keep records of each informal complaint
- 9 received, the subject of the complaint, the municipal
- 10 water/wastewater authority involved and the disposition.
- 11 (b) Cooperation. -- The commission shall cooperate with local
- 12 agencies and officials regarding consumer complaints.
- 13 § 56A05. Annual reports.
- 14 The commission shall annually transmit to the Governor and
- 15 the General Assembly and shall make available to municipal
- 16 water/wastewater authorities and the public a report on the
- 17 conduct of the commission. The report shall include, but shall
- 18 not be limited to, a summary of significant regulatory issues
- 19 which the commission resolved during the reporting period and a
- 20 summary of significant anticipated issues and any commission
- 21 action regarding the issues reported. In the annual report, and
- 22 at other times as the commission determines, the commission
- 23 shall make recommendations to the Governor and the General
- 24 Assembly which the commission determines necessary or desirable
- 25 to protect the public interest.
- 26 § 56A06. Reports by public utilities.
- 27 <u>The commission may require a municipal water/wastewater</u>
- 28 authority to file periodic reports at times, in a form and
- 29 containing information as the commission may prescribe
- 30 concerning any matter about which the commission is authorized

- 1 to inquire or is required to enforce. The commission may require
- 2 <u>a municipal water/wastewater authority to file with the</u>
- 3 commission a copy of any report filed by the municipal
- 4 <u>water/wastewater authority with any Federal department or</u>
- 5 regulatory body. Reports shall be under oath or affirmation when
- 6 required by the commission.
- 7 § 56A07. Enforcement proceedings.
- 8 The commission may institute injunction, mandamus or other
- 9 appropriate legal proceedings to restrain a violation and
- 10 enforce the provisions of this chapter or the regulations or
- 11 orders of the commission.
- 12 § 56A08. Fund and fee.
- 13 <u>(a) Establishment.--The Municipal Water and Wastewater</u>
- 14 Authority Oversight Fund is established in the State Treasury.
- 15 (b) Fee. -- Each municipal water/wastewater authority shall
- 16 pay a fee of 1% of its total operating revenue to the State
- 17 Treasurer to be deposited in the fund.
- 18 (c) Use. -- The money in the fund is appropriated on a
- 19 continuing basis to the commission for the purpose of
- 20 administering this chapter.
- 21 Section 2. This act shall take effect in 60 days.