

THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 1022 Session of
1975

INTRODUCED BY ABRAHAM, FRYER, MEBUS, WEIDNER, ARTHURS, TRELLO,
MORRIS, RUGGIERO, LEVI, BURNS AND SIRIANNI, APRIL 15, 1975

REFERRED TO COMMITTEE ON URBAN AFFAIRS, APRIL 16, 1975

AN ACT

1 Amending the act of May 2, 1945 (P.L.382, No.164), entitled "An
2 act providing for the incorporation as bodies corporate and
3 politic of 'Authorities' for municipalities, counties and
4 townships; prescribing the rights, powers and duties of such
5 Authorities heretofore or hereafter incorporated; authorizing
6 such Authorities to acquire, construct, improve, maintain and
7 operate projects, and to borrow money and issue bonds
8 therefor; providing for the payment of such bonds, and
9 prescribing the rights of the holders thereof; conferring the
10 right of eminent domain on such Authorities; authorizing such
11 Authorities to enter into contracts with and to accept grants
12 from the Federal Government or any agency thereof; and
13 conferring exclusive jurisdiction on certain courts over
14 rates," providing for the purchase of liability insurance for
15 errors and omissions.

16 The General Assembly of the Commonwealth of Pennsylvania
17 hereby enacts as follows:

18 Section 1. Clause (q) of subsection B of section 4, act of
19 May 2, 1945 (P.L.382, No.164), known as the "Municipality
20 Authorities Act of 1945," amended June 17, 1974 (No.112), is
21 amended to read:

22 Section 4. Purposes and Powers; General.--* * *

23 B. Every Authority is hereby granted, and shall have and may
24 exercise all powers necessary or convenient for the carrying out

1 of the aforesaid purposes, including but without limiting the
2 generality of the foregoing, the following rights and powers:

3 * * *

4 (q) To make contracts of insurance with any insurance
5 company, association or exchange authorized to transact business
6 in the Commonwealth of Pennsylvania, insuring its employees and
7 appointed officers and officials under an individual policy or
8 policies of insurance covering life, accidental death and
9 dismemberment, and disability income or under a policy or
10 policies of group insurance covering life, accidental death and
11 dismemberment, and disability income provided that statutory
12 requirements for such group insurance, including but not limited
13 to requisite number of eligible employees and/or appointed
14 officers and officials, are met as provided for in section 621.2
15 of the act of May 17, 1921 (P.L.682, No.284), known as "The
16 Insurance Company Law of 1921," and sections 1, 2, 6, 7 and 9 of
17 the act of May 11, 1949 (P.L.1210, No.367).

18 To make contracts with any insurance company, association or
19 exchange or any hospital plan corporation or professional health
20 service corporation authorized to transact business in the
21 Commonwealth of Pennsylvania, insuring or covering its employees
22 and/or their dependents (but not its appointed officers and
23 officials nor their dependents) for hospital and/or medical
24 benefits; and to contract for its employees (but not its
25 appointed officers and officials) with any insurance company,
26 association or exchange authorized to transact business in the
27 Commonwealth of Pennsylvania granting annuities or to establish,
28 maintain, operate and administer its own pension plan covering
29 its employees (but not its appointed officers and officials).

30 To purchase insurance on board members, officers and employees

1 for liability arising from errors and omissions in the
2 performance of their duties and in the course of their
3 appointment and employment, provided that liability of appointed
4 officials for surcharge in accordance with law shall not be
5 affected thereby.

6 For such purposes, to agree to pay part or all of the cost
7 thereof including the premiums or charges for carrying such
8 contracts, and to appropriate out of its treasury any money
9 necessary to pay such costs, premiums or charges, or portions
10 thereof. The proper officers of the authority having authority
11 to enter into such contracts are hereby authorized, enabled and
12 permitted to deduct from the officers' or employes' pay, salary
13 or compensation such part of the premium or cost as is payable
14 by the officer or employe and as may be so authorized by the
15 officer or employe in writing.

16 * * *

17 Section 2. This act shall take effect immediately.