THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 106

Session of 1979

INTRODUCED BY MESSRS. J. L. WRIGHT, JR., ZWIKL, WEIDNER, SWEET AND BURNS, FEBRUARY 6, 1979

SENATOR ORLANDO, FINANCE, IN SENATE, RE-REPORTED AS AMENDED, SEPTEMBER 24, 1980

AN ACT

Amending the act of April 9, 1929 (P.L.177, No.175), entitled "An act providing for and reorganizing the conduct of the 2 3 executive and administrative work of the Commonwealth by the Executive Department thereof and the administrative 4 5 departments, boards, commissions, and officers thereof, including the boards of trustees of State Normal Schools, or 6 7 Teachers Colleges; abolishing, creating, reorganizing or 8 authorizing the reorganization of certain administrative departments, boards, and commissions; defining the powers and 9 10 duties of the Governor and other executive and administrative 11 officers, and of the several administrative departments, 12 boards, commissions, and officers; fixing the salaries of the 13 Governor, Lieutenant Governor, and certain other executive 14 and administrative officers; providing for the appointment of 15 certain administrative officers, and of all deputies and other assistants and employes in certain departments, boards, 16 17 and commissions; and prescribing the manner in which the number and compensation of the deputies and all other 18 19 assistants and employes of certain departments, boards and 20 commissions shall be determined, " PROVIDING FOR LIMITATIONS 21 ON COMMONWEALTH SPENDING, CREATING THE SPENDING LIMITATION 22 COMMITTEE, AND adding to the powers and duties of the Pennsylvania Historical and Museum Commission AND ADDING 23 PROVISIONS CONCERNING THE DEPARTMENT OF ENVIRONMENTAL 24 25 RESOURCES RELATING TO THE IMPLEMENTATION OF ARTICLE I, 26 SECTION 27 OF THE PENNSYLVANIA CONSTITUTION.

- 27 The General Assembly of the Commonwealth of Pennsylvania
- 28 hereby enacts as follows:
- 29 Section 1. Section 2801 A act of April 9, 1929 (P.L.177,

- 1 No.175), known as "The Administrative Code of 1929," is amended
- 2 by adding a clause to read:
- 3 SECTION 1. THE ACT OF APRIL 9, 1929 (P.L.177, NO.175), KNOWN <--
- 4 AS "THE ADMINISTRATIVE CODE OF 1929," IS AMENDED BY ADDING AN
- 5 ARTICLE TO READ:
- 6 ARTICLE VI A
- 7 <u>LIMITATION ON COMMONWEALTH SPENDING</u>
- 8 SECTION 601 A. LIMITATIONS ON COMMONWEALTH SPENDING. TOTAL
- 9 <u>SPENDING BY THE COMMONWEALTH SHALL NOT EXCEED THE SPENDING LIMIT</u>
- 10 IN ANY FISCAL YEAR. THE SPENDING LIMIT FOR ANY FISCAL YEAR SHALL
- 11 <u>BE EQUAL TO THE SPENDING DURING THE IMMEDIATELY PRIOR FISCAL</u>
- 12 YEAR, ADJUSTED BY ONE HUNDRED PER CENTUM (100%) OF THE COMPOUND
- 13 ANNUAL RATE OF CHANGE FOR THE TWO PRECEDING YEARS OF THE
- 14 PERSONAL INCOME BY PLACE OF RESIDENCE FOR PENNSYLVANIA AS
- 15 DEFINED AND OFFICIALLY REPORTED BY THE UNITED STATES DEPARTMENT
- 16 OF COMMERCE.
- 17 SECTION 602 A. CALCULATIONS AND DEFINITIONS. (A) COMPOUND
- 18 ANNUAL RATE OF CHANGE SHALL BE COMPUTED IN THE SAME MANNER AS A
- 19 COMPOUND ANNUAL INTEREST RATE.
- 20 (B) FOR PURPOSES OF THIS ARTICLE "ONE HUNDRED PER CENTUM
- 21 (100%) OF THE COMPOUND ANNUAL RATE OF CHANGE FOR THE TWO
- 22 PRECEDING YEARS OF PERSONAL INCOME" IS DEFINED AS 1.0 TIMES THE
- 23 PER CENTUM COMPUTED ON THE SUM OF THE BASE YEAR'S PERSONAL
- 24 INCOME PLUS ANNUALLY ACCRUED CHANGES IN PERSONAL INCOME FOR THE
- 25 <u>NEXT TWO YEARS.</u>
- 26 (C) THE BASE YEAR FOR ANY GIVEN FISCAL YEAR IS COMPUTED BY
- 27 SUBTRACTING THREE YEARS FROM THE CALENDAR YEAR IN WHICH THAT
- 28 <u>FISCAL YEAR BEGINS.</u>
- 29 <u>(D) MATHEMATICALLY DEFINED, "ONE HUNDRED PER CENTUM (100%)</u>
- 30 OF THE COMPOUND ANNUAL RATE OF CHANGE FOR THE TWO PRECEDING

- 1 YEARS OF PERSONAL INCOME" IS DEFINED TO BE 1.0 TIMES THE SUM OF
- 2 <u>1 PLUS THE SQUARE ROOT OF THE QUOTIENT OF PERSONAL INCOME IN</u>
- 3 THE YEAR IMMEDIATELY PRECEDING THE YEAR IN WHICH THE FISCAL YEAR
- 4 STARTS DIVIDED BY PERSONAL INCOME IN THE BASE YEAR.
- 5 SECTION 603 A. NEW PROGRAMS AND INCREASES IN LEVELS OF
- 6 SERVICE. THE COMMONWEALTH SHALL NOT IMPOSE UPON ANY UNIT OF
- 7 LOCAL GOVERNMENT NEW PROGRAMS OR INCREASE LEVELS OF SERVICE
- 8 UNDER EXISTING PROGRAMS UNLESS THE NECESSARY COST THEREOF SHALL
- 9 <u>BE FULLY FUNDED BY THE COMMONWEALTH.</u>
- 10 <u>SECTION 604 A. EXCESS SPENDING. THE SPENDING LIMIT OF THE</u>
- 11 COMMONWEALTH MAY BE EXCEEDED IN ANY FISCAL YEAR FOR A
- 12 PRESIDENTIALLY DECLARED EMERGENCY OR MAJOR DISASTER. THE
- 13 SPENDING LIMIT MAY ALSO BE EXCEEDED FOR OTHER DECLARED
- 14 EMERGENCIES IF THE GOVERNOR SO REQUESTS AND THE GENERAL ASSEMBLY
- 15 APPROVES BY THE AFFIRMATIVE VOTE OF TWO THIRDS OF THE MEMBERS
- 16 <u>ELECTED TO EACH HOUSE. THE EXCESS SPENDING AUTHORIZED BY</u>
- 17 EXCEEDING THE LIMIT IN THIS MANNER SHALL NOT BE INCLUDED IN THE
- 18 COMPUTATION BASE OF THE SPENDING LIMIT FOR ANY SUBSEQUENT FISCAL
- 19 **YEAR**.
- 20 <u>SECTION 605 A. FUNDING OF FUTURE LIABILITIES. FUTURE</u>
- 21 LIABILITIES RESULTING FROM THE ADOPTION OF OR CONTRACTING FOR
- 22 NEW OR IMPROVED DEFERRED COMPENSATION OR BENEFITS OR PENSIONS ON
- 23 OR AFTER THE EFFECTIVE DATE OF THIS SECTION, SHALL BE FULLY
- 24 FUNDED EACH YEAR IN ACCORDANCE WITH AN ACCEPTED ADVANCE FUNDING
- 25 ACTUARIAL METHOD USING ACTUARIAL ASSUMPTIONS AND ASSET VALUATION
- 26 <u>METHODS</u>.
- 27 <u>SECTION 606 A. TOTAL OF SPENDING. TOTAL SPENDING BY THE</u>
- 28 <u>COMMONWEALTH MEANS ALL APPROPRIATIONS AND AUTHORIZATIONS FROM</u>
- 29 THE GENERAL FUND AND MOTOR LICENSE FUND AND FUNDS CREATED AFTER
- 30 THE EFFECTIVE DATE OF THIS SECTION, AND SHALL EXCLUDE REFUNDS,

- 1 SERVICING OF BONDED INDEBTEDNESS INCURRED PRIOR TO THE EFFECTIVE
- 2 DATE OF THIS SECTION AND OF VOTER APPROVED BONDED INDEBTEDNESS,
- 3 <u>EXPENDITURES FOR FUNDING THE UNFUNDED PENSION LIABILITIES</u>
- 4 EXISTING ON THE EFFECTIVE DATE OF THIS SECTION, AND THE SPENDING
- 5 OF FEDERAL FUNDS, GIFTS OR RECEIPTS RESTRICTED BY LAWS IN EFFECT
- 6 AS OF JANUARY 1, 1980. THIS SECTION SHALL NOT BE CIRCUMVENTED BY
- 7 CREATING ADDITIONAL SPENDING PROGRAMS IN, OR TRANSFERRING
- 8 SPENDING FROM THE GENERAL FUND OR MOTOR LICENSE FUND TO,
- 9 EXISTING SPECIAL FUNDS OR RESTRICTED RECEIPT ACCOUNTS.
- 10 <u>SECTION 607 A. (A) SPENDING LIMITATION COMMITTEE. THERE IS</u>
- 11 HEREBY CREATED A SEVEN MEMBER SPENDING LIMITATION COMMITTEE.
- 12 SUCH COMMITTEE SHALL CONSIST OF ONE PERSON APPOINTED BY THE
- 13 GOVERNOR, THE SECRETARY OF BUDGET AND ADMINISTRATION, THE
- 14 <u>SECRETARY OF REVENUE, THE MAJORITY AND MINORITY CHAIRMEN OF THE</u>
- 15 APPROPRIATIONS COMMITTEE OF THE HOUSE, AND THE MAJORITY AND
- 16 MINORITY CHAIRMEN OF THE APPROPRIATIONS COMMITTEE OF THE SENATE.
- 17 (B) IT SHALL BE THE DUTY OF SUCH COMMITTEE TO MEET AT LEAST
- 18 ANNUALLY, BUT NO LATER THAN MAY 15 TO EXAMINE THE DATA PERTINENT
- 19 TO THE COMMONWEALTH'S TOTAL SPENDING LIMIT AND THE FEDERALLY
- 20 REPORTED PERSONAL INCOME DATA AND DETERMINE THEREFROM THE TOTAL
- 21 SPENDING LIMIT FOR THE COMMONWEALTH FOR THE ENSUING FISCAL YEAR.
- 22 (C) THE COMMITTEE, UPON DETERMINING THE COMMONWEALTH'S
- 23 SPENDING LIMIT FOR THE ENSUING FISCAL YEAR, SHALL CAUSE THE SAME
- 24 TO BE PUBLISHED IN THE PENNSYLVANIA BULLETIN. IN ADDITION, THE
- 25 COMMITTEE FROM TIME TO TIME SHALL COMPUTE AND CAUSE TO BE
- 26 PUBLISHED IN A TIMELY MANNER ANY MODIFICATIONS TO THE
- 27 COMMONWEALTH'S FISCAL YEAR SPENDING LIMIT CAUSED BY REVISIONS TO
- 28 THE PERTINENT DATA, OR DUE TO DULY APPROVED CONSTITUTIONAL
- 29 AMENDMENTS, OR CAUSED BY LEGISLATIVE ACTION OR FOR OTHER CAUSES,
- 30 <u>NOT INCONSISTENT WITH THE PROVISIONS OF THIS AMENDATORY ACT.</u>

- 1 SECTION 1. THE ACT OF APRIL 9, 1929 (P.L.177, NO.175), KNOWN <---
- 2 AS "THE ADMINISTRATIVE CODE OF 1929," IS AMENDED BY ADDING A
- 3 SECTION TO READ:
- 4 SECTION 1928-A. IMPLEMENTATION OF ARTICLE I, SECTION 27.--
- 5 (A) THE GENERAL ASSEMBLY HEREBY INTENDS THAT THE RIGHT TO CLEAN
- 6 AIR, PURE WATER, AND TO THE PRESERVATION OF THE NATURAL, SCENIC,
- 7 HISTORIC AND ESTHETIC VALUES GUARANTEED TO THE PEOPLE OF THE
- 8 COMMONWEALTH BY ARTICLE I, SECTION 27 OF THE CONSTITUTION OF THE
- 9 COMMONWEALTH OF PENNSYLVANIA SHALL BE IMPLEMENTED BY THE
- 10 DEPARTMENT OF ENVIRONMENTAL RESOURCES AS DIRECTED BY LAWS DULY
- 11 ENACTED BY THE GENERAL ASSEMBLY.
- 12 (B) THE POWERS, DUTIES AND RESPONSIBILITIES OF THE
- 13 DEPARTMENT OF ENVIRONMENTAL RESOURCES AND THE ENVIRONMENTAL
- 14 QUALITY BOARD TO ADOPT RULES AND REGULATIONS AND TO ISSUE ORDERS
- 15 IMPLEMENTING ARTICLE I, SECTION 27 OF THE CONSTITUTION OF THE
- 16 COMMONWEALTH OF PENNSYLVANIA SHALL BE LIMITED TO THOSE POWERS,
- 17 <u>DUTIES AND RESPONSIBILITIES SPECIFICALLY GRANTED UNDER LAWS DULY</u>
- 18 ENACTED BY THE GENERAL ASSEMBLY.
- 19 (C) THE DEPARTMENT OF ENVIRONMENTAL RESOURCES SHALL
- 20 <u>UNDERTAKE IMMEDIATELY A REVIEW OF ALL REGULATIONS PROPOSED OR</u>
- 21 PROMULGATED BY IT TO DETERMINE IF ANY REGULATIONS EXCEED THE
- 22 SCOPE OF THE LAWS UNDER WHICH SUCH REGULATIONS WERE PROMULGATED.
- 23 THE REVIEW SHALL INCLUDE, BUT NOT BE LIMITED TO THE ACT OF JUNE
- 24 22, 1937 (P.L.1987, NO.394), KNOWN AS "THE CLEAN STREAMS LAW,"
- 25 THE ACT OF MAY 31, 1945 (P.L.1198, NO.418), KNOWN AS THE
- 26 "SURFACE MINING CONSERVATION AND RECLAMATION ACT," THE ACT OF
- 27 JANUARY 8, 1960 (1959 P.L.2119, NO.787), KNOWN AS THE "AIR
- 28 POLLUTION CONTROL ACT, " THE ACT OF OCTOBER 4, 1978 (P.L.851,
- 29 NO.166), KNOWN AS THE "FLOOD PLAIN MANAGEMENT ACT," THE ACT OF
- 30 OCTOBER 4, 1978 (P.L.864, NO.167), KNOWN AS THE "STORM WATER

- 1 MANAGEMENT ACT, " THE ACT OF NOVEMBER 26, 1978 (P.L.1375,
- 2 NO.325), KNOWN AS THE "DAM SAFETY AND ENCROACHMENTS ACT," AND
- 3 THE ACT OF JULY 7, 1980 (NO.97), KNOWN AS THE "SOLID WASTE
- 4 MANAGEMENT ACT, " AND ALL OTHER LAWS UNDER WHICH THE DEPARTMENT
- 5 OF ENVIRONMENTAL RESOURCES IS AUTHORIZED TO PROMULGATE AND
- 6 IMPLEMENT REGULATIONS FOR THE PROTECTION OF THE ENVIRONMENT.
- 7 (D) UPON DETERMINING THAT ANY REGULATION EXCEEDS THE SCOPE
- 8 OF THE APPLICABLE UNDERLYING LAW, THE DEPARTMENT SHALL
- 9 <u>IMMEDIATELY RESCIND SUCH REGULATION PURSUANT TO THE PROVISIONS</u>
- 10 OF SECTION 1920-A OF THIS ARTICLE.
- 11 SECTION 2. SECTION 2801-A OF THE ACT IS AMENDED BY ADDING A
- 12 CLAUSE TO READ:
- 13 Section 2801-A. Pennsylvania Historical and Museum
- 14 Commission. -- Subject to any inconsistent provisions in this act
- 15 contained, the Pennsylvania Historical and Museum Commission
- 16 shall have the power and its duties shall be:
- 17 * * *
- 18 (y) To assume responsibilities for developing policies and
- 19 making provisions for the implementation of official programs
- 20 and activities associated with the commemoration and celebration
- 21 of dates and events of major historical significance to
- 22 Pennsylvania and to all of the citizens thereof, including
- 23 programs and activities relating to the tercentenary observance
- 24 and all subsequent observances of the founding of the
- 25 Commonwealth of Pennsylvania. The commission, through its
- 26 <u>executive director</u>, shall prepare requests to the Legislature
- 27 for appropriations in support of such programs and shall be
- 28 responsible for the expenditure of such appropriations. All
- 29 moneys received from any other sources as contributions to the
- 30 commission's commemorative programs shall be added to amounts

- 1 appropriated.
- 2 Section 2. This act shall take effect immediately.
- 3 SECTION 3. (A) ARTICLE VI A SHALL TAKE EFFECT IMMEDIATELY <--

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- 4 AND THE SPENDING LIMIT IMPOSED BY SECTION 601 A SHALL FIRST
- 5 APPLY TO FISCAL YEAR 1981 1982.
- (B) THE AMENDMENT TO SECTION 2801 A SHALL TAKE EFFECT 6
- 7 **IMMEDIATELY.**
- 8 SECTION 3. THIS ACT SHALL TAKE EFFECT IMMEDIATELY.