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## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## HOUSE BILL No. 1392 Session of 1989

INTRODUCED BY WAMBACH, OLIVER, McCALL, O'DONNELL, LAUGHLIN, MELIO, ANGSTADT, DININNI, MAINE, MARSICO, TIGUE, PRESTON, ROEBUCK, D. W. SNYDER, EVANS, WILLIAMS, PICCOLA, JAMES, DONATUCCI, NOYE, THOMAS, RYBAK, BISHOP, TRICH, FREEMAN, RITTER, PRESSMANN, MOWERY, NAILOR, CAWLEY, JAROLIN, BELARDI, STISH, CORRIGAN, KOSINSKI, ROBINSON AND KASUNIC, MAY 2, 1989

REFERRED TO COMMITTEE ON APPROPRIATIONS, MAY 2, 1989

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## AN ACT

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| 1<br>2<br>3<br>4<br>5<br>6<br>7<br>8 | "Amending the act of July 10, 1986 (P.L.1263, NO.116), entitled<br>"An act providing for a community services block grant<br>program; and further providing for powers and duties of the<br>Department of Community Affairs," further providing for<br>community action agencies and the board, for funding<br>eligibility for block grants, for apportionment of<br>appropriations, and for monitoring and remedies for block<br>grant contracts. |
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| 9                                    | The General Assembly of the Commonwealth of Pennsylvania   |
| 10                                   | hereby enacts as follows:  |
| 11                                   | Section 1. Sections 2, 4, 5(c), 6(a), 7 and 9 of the act of  |
| 12                                   | July 10, 1986 (P.L.1263, No.116), known as the Community   |
| 13                                   | Services Act, are amended to read:   |
| 14                                   | Section 2. Declaration of policy.  |
| 15                                   | The General Assembly finds and declares as follows:  |
| 16                                   | (1) It is the intention of the General Assembly as a   |
| 17                                   | matter of public policy to affirm the commitment of the  |
| 18                                   | Commonwealth to ameliorating the causes and effect of poverty  |
| 19                                   | by:  |

1 (i) Providing a range of services and activities 2 having a measurable and potentially major impact on the 3 causes of poverty in the community and establishing 4 grants for organizations providing services to migrant 5 and seasonal farmworkers.

6 (ii) Encouraging and supporting a holistic approach
7 designed to move low-income families and individuals
8 towards self sufficiency.

9 [(ii)] <u>(iii)</u> Providing activities designed to assist 10 low-income participants in obtaining employment, 11 education, housing, emergency assistance, transportation 12 and other necessities.

[(iii)] (iv) Providing, on an emergency basis, for the provision of such supplies and services, nutritious foodstuffs and related services as may be necessary to counteract conditions of starvation and malnutrition among the poor.

18 [(iv)] (v) Coordinating and establishing linkages
19 between governmental and other social service programs to
20 assure the effective delivery of services to low-income
21 individuals.

[(v)] (vi) Encouraging the use of entities in the private sector in efforts to ameliorate poverty in the community.

(2) It is also the intention of the General Assembly to
stimulate a better focusing of human and financial resources
on the goal of eliminating poverty by providing for the
continuity of programs which presently exist throughout this
Commonwealth for this stated purpose.

30 (3) By so doing, it is the intention of the General 19890H1392B1619 - 2 - Assembly to set forth the policies which shall govern the
 administration of the community services block grant or
 subsequent funding mechanisms established for similar
 purposes. This block grant was created by the Omnibus Budget
 Reconciliation Act of 1981 (Public Law 97-35, 95 Stat. 357)
 and follows the provisions defined in that act.

7 Section 4. Eligibility for community services block grant funds
8 and designation of community action agencies.
9 (a) Community action agency receives block grants.--Each

10 county and first and second class city within this Commonwealth 11 to receive funds under this act shall have a community action agency designated to receive community services block grant 12 13 funds. These community action agencies may be an arm of the 14 designating unit of government or [nonprofit private community 15 organization] other eligible entity, constituted so that onethird of the members of the board of directors are elected 16 17 public officials currently holding offices or their 18 representatives, except that, if the number of elected officials 19 reasonably available and willing to serve is less than one-third 20 of the board membership, membership on the board of appointive 21 officials may be counted in meeting such one-third requirement; 22 at least one-third are persons chosen in accordance with 23 democratic selection procedures adequate to assure that they are 24 representative of the poor in the area served; and the remainder 25 of the members are officials or members of business, industry, labor, religious, welfare, education or other major groups and 26 27 interests in the community.

(b) Present agencies included for eligibility.--This designation includes all present community action agencies and other eligible entities established under the Omnibus Budget 19890H1392B1619 - 3 - Reconciliation Act of 1981 (Public Law 97-35, 95 Stat. 357). In
 counties and first and second class cities where there is no
 community action agency, the department shall provide services
 through another eligible agency which shall receive community
 service block grant funds specifically for this purpose.
 Section 5. Community action agencies and board.

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8 (c) Prohibition of activities.--[No community action agency or limited purpose agency receiving funds pursuant to this act 9 10 may engage in organized political activity, including, but not 11 limited to, endorsement of candidates for public office, political fundraising or provide similar assistance in 12 13 connection with an election; nor shall funds received pursuant 14 to this act be expended for providing transportation of voters to the polls on a nonpartisan basis, any nonpartisan voter 15 16 registration activity or lobbying efforts at the local, State or 17 Federal level.] No community action agency or limited purpose 18 agency may use community service block grant funds for political activities or activities to provide voters and prospective 19 20 voters with transportation to the polls or provide similar assistance in connection with an election or any voter 21 registration activity. 22

23 Section 6. Financial assistance for community services block24 grant program.

(a) Apportionment of appropriations.--To help meet the department's objective of establishing community action agencies to provide services to all counties within this Commonwealth, the sum appropriated under the community services block grant shall be distributed as follows:

30 (1) No greater than 5% shall be allotted to the 19890H1392B1619 - 4 - 1

department for the administration of program operations.

2 (2) No less than 5% may be allotted, at the discretion 3 of the secretary, for a range of activities, including the 4 funding of community food and nutrition programs in a manner 5 consistent with this act.

6 (3) Of the remaining 90%, no greater than 5% may be 7 alloted to establish community action agencies in those areas 8 currently unserved; no less than 85% shall be reserved for 9 existing community action agencies and other eligible 10 entities as defined in section 3.

(4) A formula basis shall be established for the 11 12 distribution of funds reserved for community action agencies. 13 The formula shall include consideration of the number of persons below the poverty level and the number of persons 14 15 unemployed, as determined annually by the United States 16 Department of Labor, and shall include a minimum funding 17 level of community services block grant funds for existing 18 community action agencies meeting the requirements of the Omnibus Budget Reconciliation Act of 1981 (Public Law 97-35, 19 20 95 Stat. 357) and a Statewide migrant and seasonal 21 farmworkers' organization approved by the secretary.

22 (5) A minimum funding level of only community service
23 block grant funds shall be set at \$150,000.

(6) [In the event Federal funds are insufficient to meet
the minimum funding levels,] <u>As established by the formula</u>
<u>under this section</u>, the determination of annual funding
levels shall be made by the secretary based on input from the
local agencies and the Community Services Block Grant
Advisory Task Force.

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1 Section 7. Monitoring of community action agency.

2 (a) Monitoring procedures. -- It shall be the policy of the 3 department to monitor the community action agencies to assure 4 compliance with all contractual obligations and to assess the 5 effectiveness of local agencies in meeting the objectives of this act as outlined in section 2 and to assess the impact of 6 Statewide priorities on local services. Monitoring procedures 7 shall be established annually by the department and published as 8 9 part of the State plan.

(b) Onsite visits. -- If determined to be necessary by the 10 11 department, the department may conduct an agency onsite visit. The department may conduct an onsite visit to clarify 12 13 discrepancies that may result from monitoring procedures, review 14 agency records regarding programs funded pursuant to this act, 15 interview agency personnel and board members and interview 16 agency constituents and other local human services agencies. 17 (c) Preparation of report.--The department shall prepare a 18 report, using the findings of the monitoring procedures and 19 onsite visits, if conducted, which identifies agency strengths and weaknesses and any required remedial actions. A copy of the 20 21 report shall be forwarded by [certified] mail to the community 22 action agency. The agency may request a conference with the 23 department to discuss the report.

24 Section 9. Remedies.

(a) Notice of discrepancy or violation.--If a discrepancy or
violation of this act is discovered through monitoring and
auditing activities of the department, the department shall
notify the community action agency of the discrepancy or
violation immediately <u>by certified mail</u>.

30 (b) Agency response.--The agency shall respond to the 19890H1392B1619 - 6 -

department's notice of discrepancy or violation within two weeks
 of receipt of said notice by written correspondence to, or by
 requesting a meeting with, the department to negotiate or
 clarify facts.

5 (c) Agency noncompliance.--If the community action agency is 6 found to have been in noncompliance with the provisions of this 7 act, the department shall have the power to do any of the 8 following:

9 (1) [Demand that the community action agency comply with 10 this act.] <u>Require appropriate corrective measures and</u> 11 provide technical assistance to assist in implementing them.

12 (2) Place the community action agency on probation until

the agency complies with this act.

14 (d) Agency violation.--Notwithstanding subsection (b), if 15 the department determines that a violation has occurred with 16 willful disregard for this act, the department may do any of the 17 following:

(1) Suspend the [operation of the community action
agency] community service block grant contract for a
designated period of time. The agency must then rectify the
violation and reestablish itself as competent as determined
by the department to carry out those responsibilities
enumerated in this statute for a community action agency.

(2) Close out the [operation of the community action
agency] community service block grant contract through the
process of defunding, in accordance with Federal law and
regulations. If closeout is approved by the secretary, a
minimum of 30 days' notice shall be given to the agency. The
department shall oversee agency equipment inventory transfer
to other agencies.

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(e) Right of appeal.--The community action agency shall, at
 all times, retain the right to appeal any departmental
 adjudications concerning this program as otherwise provided by
 law.

5 Section 2. This act shall take effect immediately.