THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL

No. 755

Session of 1997

INTRODUCED BY JUBELIRER, LEMMOND, WENGER, RHOADES, CORMAN, KUKOVICH, O'PAKE, HUGHES, MOWERY, SLOCUM, ROBBINS, SALVATORE, PICCOLA, HART, PUNT, THOMPSON, SCHWARTZ, MUSTO, AFFLERBACH AND WOZNIAK, MARCH 20, 1997

SENATOR TILGHMAN, APPROPRIATIONS, RE-REPORTED AS AMENDED, JUNE 2, 1997

AN ACT

Amending the act of April 9, 1929 (P.L.343, No.176), entitled, 2 as amended, "An act relating to the finances of the State 3 government; providing for the settlement, assessment, 4 collection, and lien of taxes, bonus, and all other accounts 5 due the Commonwealth, the collection and recovery of fees and 6 other money or property due or belonging to the Commonwealth, 7 or any agency thereof, including escheated property and the proceeds of its sale, the custody and disbursement or other 8 9 disposition of funds and securities belonging to or in the 10 possession of the Commonwealth, and the settlement of claims 11 against the Commonwealth, the resettlement of accounts and appeals to the courts, refunds of moneys erroneously paid to 12 13 the Commonwealth, auditing the accounts of the Commonwealth 14 and all agencies thereof, of all public officers collecting 15 moneys payable to the Commonwealth, or any agency thereof, 16 and all receipts of appropriations from the Commonwealth, 17 authorizing the Commonwealth to issue tax anticipation notes 18 to defray current expenses, implementing the provisions of section 7(a) of Article VIII of the Constitution of 19 20 Pennsylvania authorizing and restricting the incurring of 21 certain debt and imposing penalties; affecting every 22 department, board, commission, and officer of the State government, every political subdivision of the State, and 23 24 certain officers of such subdivisions, every person, 25 association, and corporation required to pay, assess, or 26 collect taxes, or to make returns or reports under the laws 27 imposing taxes for State purposes, or to pay license fees or other moneys to the Commonwealth, or any agency thereof, 28 29 every State depository and every debtor or creditor of the Commonwealth, " further providing for redevelopment assistance 30 capital projects; providing limitations on redevelopment 31

- 1 assistance capital projects; and making editorial changes.
- 2 The General Assembly of the Commonwealth of Pennsylvania
- 3 hereby enacts as follows:
- 4 Section 1. The definition of "Redevelopment Assistance
- 5 Capital Project" in section 1602-B of the act of April 9, 1929
- 6 (P.L.343, No.176), known as The Fiscal Code, amended June 28,
- 7 1993 (P.L.183, No.39), is amended to read:
- 8 Section 1602-B. Definitions.--As used in this article--
- 9 * * *
- 10 "Redevelopment Assistance Capital Project" shall mean the
- 11 design and construction of facilities which (i) are facilities
- 12 other than housing units, highways, bridges, waste disposal
- 13 facilities, sewage systems or facilities, or water systems or
- 14 facilities, and are projects which cannot obtain funding under
- 15 other State or Federal programs; (ii) are economic development
- 16 projects which generate substantial increases in employment, tax
- 17 revenues or other measures of economic activity, including such
- 18 projects with cultural, historical or civic significance; (iii)
- 19 are facilities which have a regional or multijurisdictional
- 20 impact; (iv) are eligible for tax-exempt bond funding under
- 21 existing Federal law and regulations; (v) have a fifty per
- 22 centum non-State participation documented at the time of
- 23 application, at least half of which is secured funding, and
- 24 which the only noncash non-State participation permitted is land
- 25 donation and toward which State funds from other programs may
- 26 not be used, Provided, however, That a portion of any funds
- 27 reserved for the future physical maintenance and operation of
- 28 the facilities may be included as a part of the fifty per centum
- 29 non-State participation; and (vi) have a total project cost of
- 30 five million dollars (\$5,000,000) or more for projects in first

- 1 and second class counties and three million dollars (\$3,000,000)
- 2 or more for projects in second class A through eighth class
- 3 <u>counties</u>, or for such projects in municipalities designated as
- 4 "financially distressed municipalities" under the provisions of
- 5 the act of July 10, 1987 (P.L.246, No.47), known as the
- 6 "Municipalities Financial Recovery Act," or municipalities that
- 7 are identified at the time of application by the Department of
- 8 Community [Affairs] and Economic Development, under the
- 9 department's early warning system, as scoring at least one-half
- 10 standard deviation above the mean score, or municipalities that
- 11 have part or all of an enterprise zone within the municipal
- 12 boundaries, and have a total project cost of one million dollars
- 13 (\$1,000,000) or more; and (vii) have a cooperation agreement
- 14 between the applicant and a redevelopment authority or
- 15 industrial development authority or general purpose unit of
- 16 local government if the applicant does not administer the grant.
- 17 Applicants can be redevelopment authorities, industrial
- 18 development authorities or general purpose units of local
- 19 government.
- 20 * * *
- 21 Section 2. Sections 1616.1-B and 1616.2-B(a) of the act,
- 22 amended or added June 28, 1993 (P.L.183, No.39), are amended to
- 23 read:
- 24 Section 1616.1-B. Appropriation and Limitation on
- 25 Redevelopment Assistance Capital Projects. -- (a) The amount
- 26 necessary to pay principal of and interest on all obligations
- 27 issued to provide funds for redevelopment assistance capital
- 28 projects is hereby appropriated from the General Fund and shall
- 29 be transferred to the Capital Debt Fund upon authorization by
- 30 the Governor.

- 1 (b) The maximum amount of redevelopment assistance capital
- 2 projects undertaken by the Commonwealth for which obligations
- 3 are to be issued shall not exceed, in aggregate, [seven hundred
- 4 million dollars (\$700,000,000).] one billion dollars
- 5 (\$1,000,000,000). No more than forty per centum of said amount
- 6 shall be allocated or granted for projects located in a county
- 7 of the first class and no more than thirty per centum of said
- 8 amount shall be allocated or granted for projects located in a
- 9 <u>county of the second class.</u>
- 10 Section 1616.2-B. Funding and Administration of
- 11 Redevelopment Assistance Capital Projects. -- (a) The Secretary
- 12 of the Budget, in consultation with the Secretary of [Commerce
- 13 and the Secretary of Community Affairs] Community and Economic
- 14 <u>Development</u>, shall approve or disapprove redevelopment
- 15 assistance capital projects.
- 16 * * *
- 17 Section 3. This act shall take effect immediately.