## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## SENATE BILL

No. 29

Session of 1999

INTRODUCED BY HOLL, JANUARY 7, 1999

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REFERRED TO TRANSPORTATION, JANUARY 7, 1999

## AN ACT

Amending the act of July 5, 1984 (P.L.587, No.119), entitled "An 2 act empowering the Department of Transportation to preserve 3 and improve rail freight service in the Commonwealth by making grants, loans or other assistance available to 5 qualified applicants; authorizing a comprehensive rail study; making an appropriation; and making repeals, "further 7 providing for the disposition of certain property. 8 The General Assembly of the Commonwealth of Pennsylvania hereby enacts as follows: 10 Section 1. Section 7(a) of the act of July 5, 1984 (P.L.587, No.119), known as the Rail Freight Preservation and Improvement 11 Act, is amended to read: 12 13 Section 7. Contracts; procurement and sale of property; competition in award of contracts. 14 15 (a) Contractual authority. --16 The department shall have the power and authority to 17 enter into contracts and to make joint contracts of purchase 18 with any railroad company, transportation organization or municipality in any manner complying with the law applicable 19

to the entity. The department shall have power and authority

- 1 to make contracts for the improvement of any rights-of-way,
- 2 roadbeds or rolling stock, electrification systems, other
- 3 transportation systems, or any parts thereof, constituting a
- 4 project without advertisement for competitive bids, where
- such work is to be done at cost by the personnel and with the
- facilities of the railroad company, local transportation
- 7 organization or municipality on whose system the property is
- 8 to be used.
- 9 (2) Any other provision of law to the contrary
- 10 notwithstanding, the department may sell, transfer, lease or
- grant any license to, easement over or any other interest in
- all, or any part of, the rail properties and other property
- acquired under the provisions of this or any other rail-
- related act to any responsible person, firm, corporation,
- municipality or instrumentality thereof, municipal authority,
- transportation authority, the Federal Government or any
- 17 branch or agency thereof, for continued operation or other
- 18 use compatible with the operation of a railroad or any public
- 19 purpose, when approval for the continued operation or other
- 20 public purpose is granted by the Interstate Commerce
- 21 Commission of the United States, when such approval is
- 22 required[.], and when approval is granted by the
- 23 Transportation Committees of the Senate and House of
- 24 <u>Representatives.</u> The department may exercise the authority
- and power granted pursuant to this paragraph without the
- 26 necessity of competitive bidding. If, during the first five
- 27 years after the sale, transfer, lease or grant of a license
- or easement, the property or property right is used for any
- 29 purpose other than that which is compatible with the
- 30 operation of a railroad or any public purpose, the property

or property right shall revert to the Commonwealth.

(3) In the event the department determines that there is no need for continued operation of a railroad on any rail properties or other properties acquired under the provisions of this or any other rail-related act, and that the properties are not needed for any other public purpose, the department may sell (under a system of public competitive bidding), transfer, lease or grant any license to, easement over or any other interest in all or any part of the properties to any responsible person, firm, corporation, municipality or instrumentality thereof, municipal authority, transportation or to the Federal Government or any branch or agency thereof for any worthwhile purpose, as determined by the department[.], and subject to the approval of the Transportation Committees of the Senate and House of Representatives.

- (4) At least [30] 60 days prior to the sale of any property as [authorized by] described in paragraph (2) or (3), the department shall provide written notice thereof to the chairmen of the Transportation Committees of the Senate and House of Representatives. Such notice shall state the terms of the sale and include the evaluation made by the department in determining that the sale of the described property is in the best interests of the Commonwealth.
- 25 (5) At least 15 days prior to the sale, the chairmen of
  26 the Transportation Committees of the Senate and House of
  27 Representatives shall submit notice of approval or
  28 disapproval to the department. Where the respective
  29 committees disapprove the sale, such notice to the department
  30 shall contain the reasons for the Transportation Committees'

- <u>disapproval.</u> 1
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- 3 Section 2. This act shall take effect in 60 days.