THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL No. 781 Session of 2003

INTRODUCED BY SEMMEL, McGEEHAN, TIGUE, SATHER, YOUNGBLOOD, ALLEN, BAKER, BARD, BARRAR, BROWNE, CAWLEY, CIVERA, CORRIGAN, CRUZ, DALLY, DeWEESE, FEESE, FREEMAN, GEIST, GORDNER, HARHAI, HARPER, HARRIS, HENNESSEY, HERMAN, HORSEY, LEDERER, MANN, S. MILLER, REICHLEY, RUBLEY, SAINATO, SAYLOR, SOLOBAY, WASHINGTON AND YUDICHAK, MARCH 10, 2003

AS AMENDED ON THIRD CONSIDERATION, HOUSE OF REPRESENTATIVES, NOVEMBER 25, 2003

AN ACT

4 The General Assembly of the Commonwealth of Pennsylvania

5 hereby enacts as follows:

6 Section 1. Short title.

7 This act shall be known and may be cited as the Student

8 Residence Automatic Fire Suppression System Installation Loan

9 Program AND PROTECTION ACT.

10 Section 2. Definitions.

11 The following words and phrases when used in this act shall

12 have the meanings given to them in this section unless the

13 context clearly indicates otherwise:

14 "Automatic fire suppression system." An engineered system 15 using carbon dioxide, foam, wet or dry chemical, a halogenated 16 extinguishing agent, a clean extinguishing agent or an automatic sprinkler system to detect and suppress a fire through fixed
 piping and nozzles.

3 "College." A nonprofit educational institution situated 4 within this Commonwealth which is empowered to provide a program 5 of education beyond the high school level, which by virtue of 6 governing law and regulation is recognized by the State Board of 7 Education and which places no restrictions upon the admission of 8 students based upon race, creed or color.

9 "Department." The Department of Community and Economic10 Development of the Commonwealth.

"Student residence." A building not owned by a college which is utilized as a residence by five or more students who attend college, which is not required by State law to have an automatic fire suppression system installed.

15 Section 3. Automatic fire suppression system loan program.

(a) Program.--The department shall establish and administer
a loan program utilizing moneys from the Sprinkler Loan Fund for
the purpose of providing low-interest loans to owners of student
residences to install automatic fire suppression systems. Loans
under this program shall only be utilized to fund the
installation of automatic fire suppression systems in
preexisting buildings.

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23 (b) Terms and conditions.--

24 (1) The loan shall be subject to an interest rate of 2%25 per annum.

26 (2) The loan shall be repaid within 15 years of the date27 of the loan.

28 (3) Any other terms and conditions as promulgated by the29 department.

30 (c) Application.--The department shall develop an 20030H0781B3022 - 2 -

application for loans from the fund. No loan shall be approved
 by the department unless the applicant seeking the loan has
 completed the terms and conditions required by the department.
 Section 4. Sprinkler Loan Fund.

5 (a) Establishment.--The Sprinkler Loan Fund is established6 as a separate fund in the State Treasury.

7 (b) Sources.--The following are sources of revenue for this
8 fund:

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(1) Appropriations from the General Assembly.

10 (2) Revenues generated from the tax imposed under 11 section 5.

12 (2) ANY MONEYS DONATED OR MADE AVAILABLE TO THE FUND.13 (c) Purpose.--The following are the purposes of the fund:

14 (1) To fund the automatic fire suppression loan program15 under section 3.

16 (2) To fund the department's administrative cost to17 implement this act.

(d) Continuing appropriation.--The money in the fund is
continuously appropriated to the fund. This appropriation shall
not lapse at the end of any fiscal year.

21 (e) Administration.--The department shall administer the 22 fund. The department shall manage the moneys in the fund in a manner that ensures that approval for loans under section 3 23 24 gives priority to applicants who are owners of student 25 residences in municipalities which have enacted ordinances 26 requiring installation of automatic fire suppression 27 installation stricter than what is required under the act of November 10, 1999 (P.L.491, No.45), known as the Pennsylvania 28 Construction Code Act. 29

30 Section 5. Additional cigarette tax imposed.

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1 (a) Construction. The tax imposed by this section shall be 2 in addition to any tax imposed by the Commonwealth pursuant to Article XII of the act of March 4, 1971 (P.L.6, No.2), known as 3 4 the Tax Reform Code of 1971. The provisions of Article XII of 5 the Tax Reform Code of 1971 shall apply to the tax imposed by this act. 6 (b) Cigarette tax. There is hereby imposed and assessed an 7 excise tax upon the sale or possession of cigarettes as the 8 terms are defined in Article XII of the Tax Reform Code of 1971. 9 10 The tax shall be collected and shall be paid over to the 11 Commonwealth as provided in Article XII of the Tax Reform Code 12 of 1971. 13 (c) Rate. The tax imposed by subsection (b) shall be at the 14 rate of one-twentieth of a cent per cigarette. 15 (d) Deposit of tax proceeds. The department shall deposit 16 taxes collected under this section in the Sprinkler Loan Fund 17 pursuant to section 4. 18 (e) Rules and regulations. The rules and regulations promulgated under Article XII of the Tax Reform Code of 1971, 19 20 shall be applicable to the tax imposed by this section. SECTION 5. PENALTY. 21 <— 22 PROHIBITION. -- AN INDIVIDUAL SHALL NOT TAMPER WITH OR (A) 23 DISABLE AN AUTOMATIC FIRE SUPPRESSION SYSTEM. 24 (B) GRADING. -- AN INDIVIDUAL WHO VIOLATES SUBSECTION (A) COMMITS A MISDEMEANOR OF THE THIRD DEGREE. 25 Section 6. Effective date. 26 27 This act shall take effect as follows: 28 (1) Section 3 shall take effect January 1, 2004. The remainder of this act shall take effect 29 (2) 30 immediately.

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