THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 773

Session of 2007

INTRODUCED BY ARGALL, BAKER, BELFANTI, BOYD, CALTAGIRONE, CAPPELLI, CAUSER, CLYMER, COX, CREIGHTON, EVERETT, GEIST, GIBBONS, GOODMAN, GRUCELA, HARHAI, HARRIS, HENNESSEY, HESS, M. KELLER, KILLION, KOTIK, LEVDANSKY, MAHONEY, MYERS, PALLONE, PHILLIPS, PICKETT, PYLE, RAPP, REICHLEY, SAINATO, SCAVELLO, SOLOBAY, R. STEVENSON, SURRA, THOMAS, WALKO, WATSON, YOUNGBLOOD AND SIPTROTH, MARCH 19, 2007

REFERRED TO COMMITTEE ON LOCAL GOVERNMENT, MARCH 19, 2007

AN ACT

Amending the act of April 9, 1929 (P.L.177, No.175), entitled 2 "An act providing for and reorganizing the conduct of the 3 executive and administrative work of the Commonwealth by the Executive Department thereof and the administrative 5 departments, boards, commissions, and officers thereof, including the boards of trustees of State Normal Schools, or 6 Teachers Colleges; abolishing, creating, reorganizing or 7 8 authorizing the reorganization of certain administrative 9 departments, boards, and commissions; defining the powers and duties of the Governor and other executive and administrative 10 officers, and of the several administrative departments, 11 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 16 other assistants and employes in certain departments, boards, and commissions; and prescribing the manner in which the 17 18 number and compensation of the deputies and all other 19 assistants and employes of certain departments, boards and commissions shall be determined, "further providing for 20 disposition of unserviceable personal property; and providing 21 22 for disposition of surplus vehicles to qualified 23 municipalities.

- 24 The General Assembly of the Commonwealth of Pennsylvania
- 25 hereby enacts as follows:
- 26 Section 1. Section 510 of the act of April 9, 1929 (P.L.177,

- 1 No.175), known as The Administrative Code of 1929, amended July
- 2 18, 1969 (P.L.165, No.67), is amended to read:
- 3 Section 510. Disposition of Unserviceable Personal Property;
- 4 Surplus or Unserviceable Road, Bridge Materials or Equipment. --
- 5 (a) Whenever any furnishings, or other personal property of
- 6 this Commonwealth, shall be no longer of service to the
- 7 Commonwealth, it shall be the duty of the department, board, or
- 8 commission, in whose possession such property shall be or come,
- 9 to put such property into the custody of the Department of
- 10 [Property and Supplies] <u>General Services</u>: Provided, however,
- 11 That in the case of any perishable property which is not in the
- 12 city of Harrisburg, the department, board, or commission, having
- 13 possession of the same, may sell it in such manner, and upon
- 14 such terms, as the head of the department, or the board, or
- 15 commission, may determine: And provided further, That any road
- 16 or bridge materials or equipment that have been declared surplus
- 17 or unserviceable by the Department of [Highways] Transportation
- 18 shall be offered for sale to counties, cities, boroughs,
- 19 incorporated towns and townships at the best available price by
- 20 the Department of [Property and Supplies] General Services.
- 21 Written notification of the availability of such material and
- 22 equipment shall be given to all counties, cities, boroughs,
- 23 incorporated towns and townships in the highway district in
- 24 which such material and equipment was last used. If more than
- 25 one such political subdivision requests the same material or
- 26 equipment, any sale shall be made to the political subdivision
- 27 making the highest letter bid. No sale shall be consummated
- 28 until after a minimum of fifteen (15) days from the date of
- 29 mailing the notification. All such material and equipment shall
- 30 be used by the procuring political subdivision upon roads,

- 1 streets and bridges. All moneys received for such material shall
- 2 be deposited in the Motor License Fund.
- 3 (b) Subsection (a) shall apply to the disposition of a
- 4 surplus vehicle only if the surplus vehicle is not disposed of
- 5 <u>in accordance with section 510.1.</u>
- 6 ["Unserviceable property," as used in this section,] (c)
- 7 <u>"Unserviceable property"</u> shall not include products
- 8 manufactured, grown, or raised, by any department, board, or
- 9 commission, or by the inmates or patients of any State
- 10 institution, or minerals, oil, gas, or other materials, taken
- 11 from any property of the Commonwealth. It shall include only
- 12 articles previously purchased by the Commonwealth, or any agency
- 13 thereof, and paid for out of funds of or in the control of the
- 14 Commonwealth.
- 15 Section 2. The act is amended by adding a section to read:
- 16 <u>Section 510.1. Disposition of Surplus Vehicles to Qualified</u>
- 17 Municipalities. -- (a) Prior to employing the procedure for
- 18 disposing property under section 510(a), surplus vehicles shall
- 19 be offered for disposal to qualified municipalities in
- 20 <u>accordance with the procedures and priorities and for the</u>
- 21 consideration, if any, established under this section.
- 22 (b) In the disposition of surplus vehicles to qualified
- 23 municipalities, the following classes of priority shall apply:
- 24 (1) First priority shall be given to a qualified
- 25 <u>municipality that is a financially distressed municipality, as</u>
- 26 <u>defined in section 203(f) of the act of July 10, 1987 (P.L.246,</u>
- 27 No.47), known as the "Municipalities Financial Recovery Act."
- 28 (2) Second priority shall be given to a qualified
- 29 <u>municipality that requests the surplus vehicle as part of a</u>
- 30 council of governments on which it has membership or through an

- 1 intergovernmental cooperation agreement to which it is a party,
- 2 <u>in accordance with 53 Pa.C.s. Ch. 23 Subch. A (relating to</u>
- 3 <u>Intergovernmental Cooperation</u>), provided that the surplus
- 4 <u>vehicle furthers the purpose of the council of governments or</u>
- 5 <u>intergovernmental cooperation agreement. In order to qualify for</u>
- 6 this priority, one of the members of a council of governments or
- 7 parties to an intergovernmental cooperation agreement must be a
- 8 qualified municipality.
- 9 (3) Third priority shall be given to a qualified
- 10 municipality that does not meet the criteria of paragraph (1) or
- 11 (2).
- 12 (c) If more than one qualified municipality in the same
- 13 priority class under subsection (b) is interested in the same
- 14 surplus vehicle, the department shall determine which qualified
- 15 municipality in the class shall be given preference, in
- 16 accordance with standards established by the department, which
- 17 may include, but need not be limited to, the following:
- 18 (1) A municipality's rate of individual poverty as
- 19 determined by the most recent Federal decennial census,
- 20 currently found in the U.S. Census Bureau's Table DP-3, Profile
- 21 <u>of Selected Economic Characteristics.</u>
- 22 (2) A municipality that has levied the maximum allowable
- 23 real estate tax for general purposes and earned income tax as
- 24 provided by applicable law.
- 25 (3) A municipality's demonstrated need for the vehicle to be
- 26 <u>acquired</u>.
- 27 (d) In addition to paying the cost, if any, of transporting
- 28 the surplus vehicle from its location to the municipality, a
- 29 qualified municipality that acquires a surplus vehicle in
- 30 accordance with this section shall pay the following

- 1 consideration:
- 2 (1) A qualified municipality in the first priority class
- 3 <u>under subsection (b)(1) shall not be required to pay anything</u>
- 4 towards the fair market value established by the department.
- 5 (2) A qualified municipality in the second priority class
- 6 under subsection (b)(2) shall pay twenty-five percent (25%) of
- 7 the fair market value established by the department.
- 8 (3) A qualified municipality in the third priority class
- 9 under subsection (b)(3) shall pay fifty percent (50%) of the
- 10 <u>fair market value established by the department.</u>
- 11 All moneys received for such surplus vehicles shall be deposited
- 12 <u>in the Motor License Fund.</u>
- (e) In administering the provisions of this section, the
- 14 department shall have the following powers and duties:
- 15 (1) To notify all municipalities in this Commonwealth of the
- 16 existence of the program set forth in this section.
- 17 (2) To provide for and develop the application process for
- 18 municipalities to apply to become qualified municipalities and
- 19 in order to establish that they meet the criteria of a qualified
- 20 <u>municipality as defined in this section</u>.
- 21 (3) To develop procedures by which qualified municipalities
- 22 are notified, either through printed or electronic means, of
- 23 available surplus vehicles.
- 24 (4) To develop the process by which qualified municipalities
- 25 may request a particular surplus vehicle, which request form
- 26 shall state that the qualified municipality understands and
- 27 accepts that the department's selection of a qualified
- 28 municipality for each surplus vehicle is final and unappealable.
- 29 <u>(5) To establish deadlines for:</u>
- 30 (i) Requests for surplus vehicles to be received by the

- 1 <u>department</u>.
- 2 (ii) Notification by the department to the qualified
- 3 <u>municipality of a surplus vehicle or vehicles for which it has</u>
- 4 been selected to receive or purchase.
- 5 (iii) Payment for the surplus vehicle or vehicles by the
- 6 <u>selected qualified municipality</u>.
- 7 (iv) Conveyance of the surplus vehicle or vehicles to the
- 8 <u>selected qualified municipality.</u>
- 9 (6) To promulgate regulations and take other action
- 10 necessary to carry out the program set forth in this section.
- 11 (f) Qualified municipalities that participate in the program
- 12 <u>authorized by this section or municipalities applying to become</u>
- 13 <u>a qualified municipality, as relevant, shall have the following</u>
- 14 duties:
- 15 (1) To submit to the department a completed application form
- 16 to become a qualified municipality which form shall include, but
- 17 not necessarily be limited to, an attestation clause to be
- 18 signed by the presiding officer of the municipality's governing
- 19 body that the submitted copy of the municipality's most recently
- 20 <u>enacted ordinance adopting the municipality's annual budget is</u>
- 21 true and accurate and that the submitted Federal decennial
- 22 information regarding the municipality is as published by the
- 23 U.S. Census Bureau for the most recent Federal decennial census.
- 24 (2) To submit to the department a timely request for the
- 25 <u>desired surplus vehicle or vehicles.</u>
- 26 (3) To promptly pay the cost, if any, of the surplus vehicle
- 27 or vehicles awarded by the department.
- 28 (4) To arrange for the transportation or pickup of the
- 29 surplus vehicle or vehicles from its location to the selected
- 30 qualified municipality's location.

- 1 (5) To use any surplus vehicle that has been received
- 2 through the process set forth in this section for municipal
- 3 purposes or, if the qualified municipality disposes of the
- 4 <u>vehicle</u>, that the disposal shall only be done in accordance with
- 5 the applicable statute for that class of municipality for
- 6 <u>disposal of personal property and, in which case, the proceeds</u>
- 7 shall be returned to the Commonwealth and deposited in the Motor
- 8 License Fund.
- 9 (g) As used in this section, the following words and phrases
- 10 shall have the meanings given to them in this subsection:
- 11 <u>"Department." The Department of General Services of the</u>
- 12 <u>Commonwealth</u>.
- 13 "Qualified municipality." A municipality within this
- 14 Commonwealth that has certified to the Department of General
- 15 <u>Services in accordance with this section that it has four</u>
- 16 thousand (4,000) or fewer residents and an annual operating
- 17 budget, excluding capital improvements of one million five
- 18 hundred thousand dollars (\$1,500,000), or less.
- 19 "Surplus vehicle." Any vehicle, as defined by 75 Pa.C.S.
- 20 (relating to vehicles), that has been declared surplus or
- 21 unserviceable, as defined in section 510, by the Department of
- 22 Transportation of the Commonwealth and which has been assigned a
- 23 fair market value by the Department of General Services.
- 24 Section 3. This act shall take effect in 60 days.