THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL

No. 900

Session of 2009

INTRODUCED BY ARGALL, YAW, PIPPY, ERICKSON, RAFFERTY, KASUNIC, WONDERLING, COSTA, O'PAKE, BROWNE, BAKER, FERLO, WASHINGTON, ALLOWAY, BOSCOLA, STACK, EARLL, EICHELBERGER, WILLIAMS, WARD, TOMLINSON, LOGAN, FOLMER AND KITCHEN, JUNE 17, 2009

AS AMENDED ON THIRD CONSIDERATION, JULY 1, 2010

AN ACT

1 2 3	Amending Title 53 (Municipalities Generally) of the Pennsylvania Consolidated Statutes, providing for neighborhood blight reclamation and revitalization.
4	The General Assembly of the Commonwealth of Pennsylvania
5	hereby enacts as follows:
6	Section 1. Title 53 of the Pennsylvania Consolidated
7	Statutes is amended by adding a chapter to read:
8	CHAPTER 61
9	NEIGHBORHOOD BLIGHT
10	RECLAMATION AND REVITALIZATION
11	<u>Subchapter</u>
12	A. Preliminary Provisions
13	B. Actions Against Owner of Blighted Property
14	C. Permit Denials by Municipalities
15	D. Miscellaneous Provisions
16	SUBCHAPTER A
17	PRELIMINARY PROVISIONS

- 1 Sec.
- 2 6101. Short title of chapter.
- 3 6102. Definitions.
- 4 § 6101. Short title of chapter.
- 5 This chapter shall be known and may be cited as the
- 6 Neighborhood Blight Reclamation and Revitalization Act.
- 7 § 6102. Definitions.
- 8 The following words and phrases when used in this chapter
- 9 shall have the meanings given to them in this section unless the
- 10 context clearly indicates otherwise:
- 11 "Blighted property." Any of the following:
- 12 (1) Premises which, because of physical condition or
- 13 <u>use, have been declared by a court of competent jurisdiction</u>
- 14 <u>as a public nuisance at common law or have been declared a</u>
- 15 <u>public nuisance in accordance with the local housing</u>,
- 16 <u>building, plumbing, fire and related STATE LAWS AND RELATED</u>
- 17 MUNICIPAL codes and ordinances, including nuisance and
- 18 <u>dangerous building ordinances.</u>
- 19 (2) Premises which, because of physical condition, use
- 20 <u>or occupancy, are considered an attractive nuisance to</u>
- 21 <u>children, including, but not limited to, abandoned wells,</u>
- 22 shafts, basements, excavations and unsafe fences or
- 23 structures.
- 24 (3) A dwelling which, because it is dilapidated,
- 25 unsanitary, unsafe, vermin-infested or lacking in the
- facilities and equipment required under the housing code of
- 27 <u>the municipality, has been designated by the municipal</u>
- department responsible for enforcement of the code as unfit
- 29 for human habitation.
- 30 (4) A structure which is a fire hazard.

- 1 (5) A vacant or unimproved lot or parcel of ground in a
- 2 predominantly built-up neighborhood which, by reason of
- 3 neglect or lack of maintenance, has become a place for
- 4 <u>accumulation of trash and debris or a haven for rodents or</u>
- 5 other vermin.
- 6 (6) An unoccupied property which has been tax delinquent
- for a period of two years.
- 8 (7) A property which is vacant but not tax delinquent
- 9 <u>and which has not been rehabilitated within one year of the</u>
- 10 receipt of notice to rehabilitate from the appropriate code
- 11 <u>enforcement agency.</u>
- 12 "Building." A residential, commercial or industrial building
- 13 or structure and the land appurtenant to it.
- 14 "Code." A building, housing, property maintenance, fire,
- 15 health or other public safety ordinance enacted by a
- 16 municipality.
- 17 "Competent entity." A person or entity, including a
- 18 governmental unit, with experience in the rehabilitation of
- 19 residential, commercial or industrial buildings and the ability
- 20 to provide or obtain the necessary financing for such
- 21 rehabilitation.
- 22 "Consumer." A person who is a named insured, insured or
- 23 beneficiary of a policy of insurance or any other person who may
- 24 be affected by the Insurance Department's exercise of or the
- 25 <u>failure to exercise its authority.</u>
- 26 "Cost of rehabilitation." Costs and expenses for
- 27 <u>construction</u>, <u>stabilization</u>, <u>rehabilitation</u>, <u>demolition</u> and
- 28 reasonable nonconstruction costs associated with any of these
- 29 projects, including, but not limited to, environmental
- 30 remediation, architectural, engineering and legal fees, permits,

- 1 financing fees and a developer's fee consistent with the
- 2 standards for developer's fees established by the Pennsylvania
- 3 <u>Housing Finance Agency.</u>
- 4 <u>"Court." The appropriate court of common pleas.</u>
- 5 <u>"Mortgage lender." A business association defined as a</u>
- 6 "banking institution" or "mortgage lender" under 7 Pa.C.S. Ch.
- 7 61 (relating to mortgage loan industry licensing and consumer
- 8 protection) that is in possession of or holds title to real
- 9 property pursuant to, in enforcement of or to protect rights
- 10 arising under, a mortgage, mortgage note, deed of trust or other
- 11 transaction that created a security interest in the real
- 12 property.
- 13 "Municipality." A city, borough, incorporated town, township
- 14 or home rule, optional plan or optional charter municipality or
- 15 <u>municipal authority in this Commonwealth. The term also includes</u>
- 16 any other governmental entity charged with enforcement of
- 17 municipal housing, building, plumbing, fire and related codes
- 18 and specifically includes a neighborhood improvement district
- 19 and nonprofit corporation created under the act of December 20,
- 20 2000 (P.L.949, No.130), known as the Neighborhood Improvement
- 21 District Act.
- 22 <u>"Municipal permits." Privileges relating to real property</u>
- 23 granted by a municipality, including, but not limited to,
- 24 building permits, exceptions to zoning ordinances and occupancy
- 25 permits.
- 26 "Owner." A holder of the title to residential, commercial or
- 27 <u>industrial real estate</u>, other than a mortgage lender, who
- 28 possesses and controls the real estate. The term includes, but
- 29 <u>is not limited to, heirs, assigns, beneficiaries and lessees,</u>
- 30 provided this ownership interest is a matter of public record.

- 1 <u>"Property maintenance code." A municipal ordinance which</u>
- 2 regulates the maintenance or development of real property.
- 3 "Property maintenance code violation." A violation of a
- 4 <u>municipal property maintenance code.</u>
- 5 <u>"Public nuisance." Property which, because of its physical</u>
- 6 condition or use, is regarded as a public nuisance at common law
- 7 or has been declared by the appropriate official a public
- 8 <u>nuisance in accordance with a municipal code.</u>
- 9 <u>"Serious violation." A violation of a State law or municipal</u>
- 10 housing, building, property maintenance or fire safety code that
- 11 poses an immediate threat to the health and safety of a dwelling
- 12 occupant, occupants in surrounding structures or passersby.
- "Substantial step." An affirmative action as determined by
- 14 an independent third party or officer of the court on the part
- 15 of a property owner or managing agent to remedy a serious
- 16 <u>violation of a State law or municipal code</u>, including, but not
- 17 limited to, physical improvements or reparations to the
- 18 property.
- 19 "Tax delinquent property." Tax delinquent real property as
- 20 defined under the act of July 7, 1947 (P.L.1368, No.542), known
- 21 as the Real Estate Tax Sale Law, located in any municipality in
- 22 this Commonwealth.
- 23 SUBCHAPTER B
- 24 ACTIONS AGAINST OWNER OF BLIGHTED PROPERTY
- 25 Sec.
- 26 <u>6111</u>. Actions.
- 27 <u>6112. Asset attachment.</u>
- 28 6113. Duty of out-of-State owners of real estate in this
- 29 <u>Commonwealth.</u>
- 30 6114. Duty of corporate owners.

- 1 § 6111. Actions.
- 2 <u>In addition to other remedies, a municipality may institute</u>
- 3 the following actions against the owner of any building, housing
- 4 or land in serious violation of an ordinance regarding a code or
- 5 which causes the property to be blighted:
- 6 (1) An in personam action may be initiated for a
- 7 <u>continuing violation for which the owner takes no substantial</u>
- 8 step to correct within six months following receipt of an
- 9 <u>order to correct the violation, unless the order is subject</u>
- to a pending appeal before the administrative agency or
- 11 court.
- 12 (2) An action against the owner shall be for an amount
- 13 equal to any penalties imposed against the owner and for the
- amount expended by the municipality to abate the violation.
- 15 (3) A proceeding in equity.
- 16 § 6112. Asset attachment.
- 17 (a) General rule. -- A lien may be placed against the assets
- 18 of an owner of unremediated blighted real property after a
- 19 judgment, decree or order is entered by a court of competent
- 20 jurisdiction against the owner of the property.
- 21 (b) Construction. -- Nothing in this section shall be
- 22 construed to authorize, in the case of an owner that is a
- 23 corporation, a lien on the individual assets of the shareholders
- 24 of the corporation.
- 25 § 6113. Duty of out-of-State owners of real estate in this
- 26 Commonwealth.
- 27 A person who lives or has a principal place of residence
- 28 outside this Commonwealth, who owns real estate in this
- 29 Commonwealth against which code violations have been cited under
- 30 18 Pa.C.S. § 7510 (relating to municipal housing code

- 1 avoidance), and who has been properly notified of the violations
- 2 may be extradited to this Commonwealth to face criminal
- 3 prosecution.
- 4 § 6114. Duty of corporate owners.
- 5 Where, after reasonable efforts, service of process for a
- 6 notice or citation for any code violation for any property owned
- 7 by a corporation or business association cannot be accomplished
- 8 by handing a copy of the notice or citation to an executive
- 9 officer, partner or trustee of the corporation or business
- 10 association or to the manager, trustee or clerk in charge of the
- 11 property, the delivery of the notice or citation may occur by
- 12 registered mail, accompanied by a delivery confirmation:
- 13 <u>(1) To the registered office of the corporation or</u>
- business association.
- 15 (2) Where a corporation or business association does not
- have a registered office, to the mailing address used for
- 17 real estate tax collection purposes, if accompanied by the
- 18 posting of a conspicuous notice to the property and by
- 19 handing a copy of the notice or citation to any adult in
- 20 possession of the property.
- 21 SUBCHAPTER C
- 22 PERMIT DENIALS BY MUNICIPALITIES
- 23 Sec.
- 24 6131. Municipal permit denial.
- 25 § 6131. Municipal permit denial.
- 26 (a) Denial.--
- 27 (1) A municipality may deny issuing to an applicant a
- building permit, zoning permit, zoning variance, municipal
- 29 <u>license, municipal permit or municipal approval for</u>
- 30 contemplated action that requires the approval of the

1	municipality, if any of the following final and unappealable
2	tax, water, sewer or refuse collection delinquencies or
3	serious violations of State law or municipal code for real
4	property which:
5	(i) The applicant owns in any municipality.
6	(ii) Is in serious violation of an applicable State
7	law or municipal code requirement and the applicant has
8	taken no substantial steps to correct within six months
9	following notification of the violation. THE APPLICANT
10	OWNS REAL PROPERTY IN ANY MUNICIPALITY FOR WHICH THERE
11	EXISTS ON THE REAL PROPERTY:
12	(I) A FINAL AND UNAPPEALABLE TAX, WATER, SEWER OR
13	REFUSE COLLECTION DELINQUENCY ON ACCOUNT OF THE ACTIONS
14	OF THE OWNER; OR
15	(II) A SERIOUS VIOLATION OF STATE LAW OR MUNICIPAL
16	CODE AND THE OWNER HAS TAKEN NO SUBSTANTIAL STEPS TO
17	CORRECT THE VIOLATION WITHIN SIX MONTHS FOLLOWING
18	NOTIFICATION OF THE VIOLATION.
19	(2) The municipal permit denial shall not apply to an
20	applicant's action to correct a violation of an applicable
21	State law or municipal code for which the building permit,
22	zoning permit, zoning variance, municipal license, municipal
23	permit or municipal approval for contemplated action
24	requiring such approval is required.
25	(3) The municipal permit denial shall not apply to an
26	applicant's delinquency on taxes, water, sewer or refuse
27	collection charges that are under appeal or otherwise
28	contested through a court or administrative process.
29	(b) Proof of compliance
30	(1) All municipal variances, approvals, permits or

licenses may be withheld until an applicant obtains a letter
from the appropriate State agency, municipality or school
district indicating the following:
(i) The THE property in question is not presently
tax delinquent-;
(ii) The THE property in question is now in code
compliance-; OR
(iii) The THE owner of the property has presented
and the appropriate State agency or municipality has
accepted a plan to begin remediation of a serious
violation of State law or municipal code, subject to the
<pre>following:</pre>
(A) acceptance of the plan may be contingent on
the beginning of the remediation plan within no fewer
than 30 days following acceptance of the plan; or
(B) acceptance of the plan may be contingent
upon the completion of the remediation plan within no
fewer than 90 days from the commencement of the
remediation plan ACCEPTANCE OF THE PLAN MAY BE
CONTINGENT ON:
(A) BEGINNING THE REMEDIATION PLAN WITHIN NO
FEWER THAN 30 DAYS FOLLOWING ACCEPTANCE OF THE PLAN.
(B) COMPLETING THE REMEDIATION PLAN WITHIN NO
FEWER THAN 90 DAYS FOLLOWING COMMENCEMENT OF THE
PLAN.
(2) Letters required under this subsection shall be
verified by the appropriate municipal officials before
issuing to the applicant a municipal variance, approval,
permit or license.
(c) Applicability of other law A denial of a building

- 1 permit, zoning permit, zoning variance, municipal license,
- 2 municipal permit or municipal approval for contemplated actions
- 3 that requires approval of a municipality shall be subject to the
- 4 provisions of 2 Pa.C.S. Chs. 5 Subch. B (relating to practice
- 5 and procedure of local agencies) and 7 Subch. B (relating to
- 6 judicial review of local agency action).
- 7 <u>SUBCHAPTER D</u>
- 8 <u>MISCELLANEOUS PROVISIONS</u>
- 9 <u>Sec.</u>
- 10 6141. Education and training programs for judges.
- 11 6142. County housing courts.
- 12 6143. Conflict with other laws.
- 13 § 6141. Education and training programs for judges.
- 14 The Administrative Office of Pennsylvania Courts may develop
- 15 and implement annual and ongoing education and training programs
- 16 for judges, including magisterial district judges, regarding the
- 17 laws of this Commonwealth relating to blighted and abandoned
- 18 property and the economic impact that blighted and abandoned
- 19 properties have upon municipalities. The education and training
- 20 programs shall include, but not be limited to:
- 21 (1) The importance and connection of code violations and
- 22 crime.
- 23 (2) Time-in-fact violations as they relate to code
- 24 violations.
- 25 (3) Conduct of witnesses in prosecuting code violations.
- 26 (4) Limiting continuances in code violations.
- 27 (5) Use of indigency hearings in the prosecution of code
- 28 violations.
- 29 § 6142. County housing courts.
- 30 Upon a request or approval of a resolution by the county

- 1 commissioners, the president judge of a county may establish a
- 2 <u>housing court to hear and decide matters arising under this</u>
- 3 chapter and other laws relating to real property matters.
- 4 § 6143. Conflict with other law.
- 5 <u>In the event of a conflict between the requirements of this</u>
- 6 chapter and Federal requirements applicable to demolition,
- 7 <u>disposition or redevelopment of buildings, structures or land</u>
- 8 <u>owned by or held in trust for the Government of the United</u>
- 9 States and regulated pursuant to the United States Housing Act
- 10 of 1937 (50 Stat. 888, 42 U.S.C. § 1437 et seq.) and the
- 11 regulations promulgated thereunder, the Federal requirements
- 12 <u>shall prevail.</u>
- 13 Section 2. This act shall take effect in 90 days.