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## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## SENATE BILL

No. 375

Session of 2011

INTRODUCED BY PILEGGI, ALLOWAY, EICHELBERGER, ERICKSON, ORIE, FONTANA, YAW, SOLOBAY, WAUGH, RAFFERTY, SMUCKER, FOLMER, EARLL, PIPPY, MENSCH AND BROWNE, FEBRUARY 4, 2011

AMENDMENTS TO HOUSE AMENDMENTS, IN SENATE, JUNE 12, 2012

## AN ACT

Amending Title 53 (Municipalities Generally) of the Pennsylvania 1 Consolidated Statutes, in municipal authorities, further 2 providing FOR ADMINISTRATION AND for money. 4 The General Assembly of the Commonwealth of Pennsylvania hereby enacts as follows: 6 Section 1. Section 5612 of Title 53 of the Pennsylvania Consolidated Statutes is amended by adding a subsection to read: 8 SECTION 1. SECTION 5610(A) INTRODUCTORY PARAGRAPH OF TITLE 53 OF THE PENNSYLVANIA CONSOLIDATED STATUTES IS AMENDED AND THE 10 SECTION IS AMENDED BY ADDING SUBSECTIONS TO READ: § 5610. GOVERNING BODY. 11 BOARD.--[THE] EXCEPT AS SET FORTH IN SUBSECTION (A.1), 12 13 THE POWERS OF EACH AUTHORITY SHALL BE EXERCISED BY A BOARD 14 COMPOSED AS FOLLOWS: 15 16 (A.1) WATER AUTHORITIES AND SEWER AUTHORITIES. -- IF A WATER

OR SEWER AUTHORITY INCORPORATED BY ONE MUNICIPALITY PROVIDES

- 1 WATER OR SEWER SERVICES TO RESIDENTS IN AT LEAST TWO COUNTIES
- 2 AND HAS WATER OR SEWER PROJECTS IN MORE THAN TWO COUNTIES WHERE
- 3 THE COMBINED POPULATION OF THE SERVED MUNICIPALITIES, EXCLUDING
- 4 THE INCORPORATING MUNICIPALITY, IS AT LEAST FIVE TIMES THE
- 5 POPULATION OF THE INCORPORATING MUNICIPALITY, ALL OF THE
- 6 FOLLOWING APPLY:
- 7 (1) NINETY DAYS AFTER THE EFFECTIVE DATE OF THIS
- 8 SUBSECTION, THE GOVERNING BODY IN EXISTENCE ON THE EFFECTIVE
- 9 DATE OF THIS SUBSECTION SHALL BE REPLACED BY A GOVERNING BODY
- 10 COMPRISED OF THE FOLLOWING:
- 11 <u>(I) THREE MEMBERS APPOINTED BY THE GOVERNING BODY</u>
- 12 FROM EACH COUNTY IN WHICH THE SERVICES TO RESIDENTS ARE
- PROVIDED. A MEMBER UNDER THIS SUBPARAGRAPH MUST RESIDE IN
- 14 <u>A TOWN, TOWNSHIP OR BOROUGH, WHICH RECEIVES SERVICES FROM</u>
- THE AUTHORITY.
- 16 (II) THREE MEMBERS APPOINTED BY THE GOVERNING BODY
- 17 OF THE INCORPORATING MUNICIPALITY.
- 18 (2) A MEMBER SERVING UNDER PARAGRAPH (1) SHALL SERVE FOR
- 19 A TERM OF FIVE YEARS.
- 20 \* \* \*
- 21 (G) DEFINITIONS.--AS USED IN THIS SECTION, THE FOLLOWING
- 22 WORDS AND PHRASES SHALL HAVE THE MEANINGS GIVEN TO THEM IN THIS
- 23 <u>SUBSECTION UNLESS THE CONTEXT CLEARLY INDICATES OTHERWISE:</u>
- 24 "WATER OR SEWER AUTHORITY." AN AUTHORITY INCORPORATED BY A
- 25 <u>CITY OF THE THIRD CLASS, A BOROUGH, A TOWN OR A TOWNSHIP TO</u>
- 26 PROVIDE WATER OR SEWER SERVICES.
- 27 "WATER OR SEWER PROJECT." ANY PUMPING STATION, FILTERING
- 28 PLANT, IMPOUNDMENT FACILITY, DAM, SPILLWAY OR RESERVOIR.
- 29 SECTION 1.1. SECTION 5612 OF TITLE 53 IS AMENDED BY ADDING A
- 30 SUBSECTION TO READ:

1	§ 5612. Money of authority.
2	* * *
3	(a.1) Prohibition
4	(1) Money of the authority may not be used for any
5	grant, loan or other expenditure for any purpose other than a
6	service or project directly related to the mission or purpose
7	of the authority as set forth in the articles of
8	incorporation or in the resolution or ordinance establishing
9	the authority under section 5603 (relating to method of
10	incorporation).
11	(2) A ratepayer to an authority shall have a cause of
12	action in the court of common pleas where the authority is
13	located to seek the return of money expended in violation of
14	paragraph (1) from the recipient.
15	(3) Paragraph (1) shall not apply to the following:
16	(i) A monetary contribution to a nonprofit community
17	organization or activity that does not exceed \$1,000.
18	(ii) An in-kind service, including the provision of
19	water or other resources to a nonprofit community
20	organization or activity, the value of which does not
21	<u>exceed \$1,000.</u>
22	(iii) An agreement for the joint purchase and use of
23	equipment.
24	(iv) An agreement for the sharing of equipment
25	during emergency situations.
26	* * *

27 Section 2. This act shall take effect in 60 days.