THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL No. 904 Session of 2013

INTRODUCED BY TEPLITZ, FOLMER, BLAKE, EICHELBERGER, BOSCOLA, YUDICHAK, WOZNIAK, SOLOBAY, BREWSTER, FARNESE AND WAUGH, JUNE 7, 2013

REFERRED TO LOCAL GOVERNMENT, JUNE 7, 2013

AN ACT

1 2 3 4	Amending the act of June 25, 1919 (P.L.581, No.274), entitled "An act for the better government of cities of the first class of this Commonwealth," providing for a prohibition on interest rate swap agreements.
5	The General Assembly of the Commonwealth of Pennsylvania
6	hereby enacts as follows:
7	Section 1. Article XVIII of the act of June 25, 1919
8	(P.L.581, No.274), referred to as the First Class City
9	Government Law, is amended by adding a section to read:
10	Section 10. No city of the first class may enter into an
11	interest rate management agreement, including a swap, interest
12	rate cap, collar, corridor, ceiling and floor agreement, forward
13	agreement and float agreement.
14	Section 2. The addition of section 10 of Article XVIII of
15	the act shall not apply to qualified interest rate management
16	agreements in effect prior to the effective date of this
17	section.
18	Section 3. This act shall take effect in 60 days.