THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL No. 1213 Session of 2021

INTRODUCED BY JAMES, MOUL, KNOWLES, FREEMAN AND SAPPEY, APRIL 16, 2021

REFERRED TO COMMITTEE ON LOCAL GOVERNMENT, APRIL 16, 2021

AN ACT

1 2 3 4 5 6 7 8 9 10	Amending Title 53 (Municipalities Generally) of the Pennsylvania Consolidated Statutes, in general provisions relating to home rule and optional plan government, further providing for definitions, providing for appointment of government study commission in distressed municipality and further providing for first meeting of commission, for function and duty of commission, for hearings and public forums, for report of findings and recommendations, for limitation on enactment of ordinance or filing of petition and for limitation on municipal powers.
11	The General Assembly of the Commonwealth of Pennsylvania
12	hereby enacts as follows:
13	Section 1. The definition of "government study commission"
14	or "commission" in section 2902 of Title 53 of the Pennsylvania
15	Consolidated Statutes is amended and the section is amended by
16	adding a definition to read:
17	§ 2902. Definitions.
18	Subject to additional definitions contained in subsequent
19	provisions of this subpart which are applicable to specific
20	provisions of this subpart, the following words and phrases when
21	used in this subpart shall have the meanings given to them in
22	this section unless the context clearly indicates otherwise:

1 * * *

2	"Distressed municipality." A municipality that has adopted
3	and is implementing an active recovery plan adopted under
4	section 245, 246 or 256 of the act of July 10, 1987 (P.L.246,
5	No.47), known as the Municipalities Financial Recovery Act.
6	* * *
7	"Government study commission" or "commission." The body
8	elected <u>or appointed</u> under the provisions of Subchapter B
9	(relating to procedure for adoption of home rule charter or
10	optional plan of government).
11	* * *
12	Section 2. Title 53 is amended by adding a section to read:
13	<u>§ 2914.1. Appointment of government study commission in</u>
14	distressed municipality.
15	(a) General ruleThe council of a distressed municipality
16	may, by resolution, vote to organize a government study
17	commission under this section if the recovery plan adopted by
18	the distressed municipality recommends that the distressed
19	municipality consider the adoption of a home rule charter or
20	amendment of an existing home rule charter.
21	(b) MembershipA government study commission organized
22	under subsection (a) shall be composed as follows:
23	(1) Each member of the council or a designee of the
24	member.
25	(2) In the case of a municipality with an elected mayor
26	that is not a member of council, the mayor or the mayor's
27	<u>designee.</u>
28	(3) The coordinator appointed under the act of July 10,
29	1987 (P.L.246, No.47), known as the Municipalities Financial
30	Recovery Act, shall serve as an ex officio member of the

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1 <u>commission</u>.

2	(c) Oath of office of membersAs soon as possible and in
3	any event no later than 30 days after a resolution to organize
4	under subsection (a), the members of the commission under
5	subsection (a) shall make an oath in the same manner provided
6	under section 2915 (relating to oath of office of members of
7	<u>commission).</u>
8	(d) ApplicabilityExcept as otherwise provided, the
9	provisions of sections 2911 (relating to submission of question
10	for election of government study commission), 2912 (relating to
11	election of members of commission), 2913 (relating to nomination
12	of candidates), 2914 (relating to results of election) and 2915
13	shall not apply to a government study commission organized under
14	this section.
15	(e) Termination of distressed statusThe subsequent
16	termination of distressed status of a distressed municipality
17	shall not have any effect on an existing government study
18	commission under subsection (a).
19	Section 3. Sections 2916(a), 2918, 2920, 2921(a) and (c),
20	2927 and 2962(b) and (i) of Title 53 are amended to read:
21	§ 2916. First meeting of commission.
22	(a) ProcedureAs soon as possible and in any event no
23	later than 15 days after its certification of election <u>or</u>
24	appointment under section 2914.1 (relating to appointment of
25	government study commission in distressed municipality), as
26	applicable, the government study commission shall organize and
27	hold its first meeting and elect one of its members chairman and
28	another member vice chairman, fix its hours and place of meeting
29	and adopt rules for the conduct of its business it deems
30	necessary and advisable.
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1 * * *

2 § 2918. Function and duty of commission.

3 (a) General rule.--The government study commission shall study the form of government of the municipality to compare it 4 with other available forms under the laws of this Commonwealth 5 and determine whether or not in its judgment the government 6 7 could be strengthened or made more clearly responsible or 8 accountable to the people or whether its operation could become more economical or efficient under a changed form of government. 9 (b) Duties in distressed municipality. -- In addition to the 10 requirements of subsection (a), a government study commission 11 12 under section 2914.1 (relating to appointment of government 13 study commission in distressed municipality), shall study and 14 consider the following: 15 (1) The recommendations within the distressed 16 municipality's recovery plan. 17 (2) The municipal services currently provided by the 18 distressed municipality that should be provided under a 19 changed form of government. 20 (3) The sources of fiscal and managerial dysfunction 21 that exist under the municipality's current form of 22 government that could be improved under a changed form of 23 government. 24 § 2920. Hearings and public forums. 25 (a) General rule.--The government study commission shall 26 hold one or more public hearings, may hold private hearings and sponsor public forums and generally shall provide for the widest 27 28 possible public information and discussion respecting the 29 purposes and progress of its work.

30 (b) Coordinator hearing.--In addition to any hearings and

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forums conducted under subsection (a), a government study_ 1 commission under section 2914.1 (relating to appointment of 2 government study commission in distressed municipality) shall 3 hold a public hearing within 30 days after the publication of 4 its findings and recommendations in section 2921 (relating to 5 report of findings and recommendations) and request that the 6 7 recovery coordinator provide testimony as to the suitability of 8 the proposals to address the causes of fiscal distress in the 9 municipality.

10 § 2921. Report of findings and recommendations.

11 (a) General rule.--The government study commission shall 12 report its findings and recommendations to the citizens of the 13 municipality within nine months from the date of its election, 14 or appointment, except that it shall be permitted an additional 15 nine months if it elects to prepare and submit a proposed home 16 rule charter and an additional two months if it chooses to elect 17 its municipal council by districts. It shall publish or cause to 18 be published sufficient copies of its final report for public 19 study and information and shall deliver to the municipal clerk 20 or secretary sufficient copies of the report to supply it to any 21 interested citizen upon request. If the commission recommends 22 the adoption of a home rule charter or any of the optional plans 23 of government as authorized in this subpart, the report shall 24 contain the complete plans as recommended.

25 * * *

(c) Filing [copy with Department of Community and Economic
Development] copies.--A copy of the final report of the
commission with its findings and recommendations shall be filed
with the Department of Community and Economic Development <u>and</u>
the Local Government Commission.

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§ 2927. Limitation on enactment of ordinance, resolution or filing of petition.

General rule. -- An ordinance may not be passed and a 4 (a) petition may not be filed for the election of a government study 5 commission pursuant to section 2911 (relating to submission of 6 7 question for election of government study commission) and a 8 resolution may not be adopted for the appointment of a 9 government study commission under section 2914.1 (relating to appointment of government study commission in distressed 10 11 municipality) while proceedings are pending under any other 12 petition [or]_ ordinance or resolution filed or passed under the 13 authority of this subpart nor on the same question if it has 14 been defeated within four years after an election has been held 15 pursuant to any such ordinance or petition passed or filed. 16 Time for commencement of proceedings.--For the purpose (b) of this section, proceedings shall be considered as having 17 18 started:

19 (1) In the case of an ordinance, upon the final vote of 20 council in favor of the ordinance, notwithstanding the fact 21 that the ordinance cannot take effect until a certain number 22 of days thereafter.

(2) In the case of a petition, as soon as it is properly
signed by one-third of the number of registered voters
required for the petition and written notice thereof filed in
the office of the county board of elections and in the office
of the municipal clerk or secretary, who shall cause the
notice to be immediately posted in a conspicuous place in the
office, open to public inspection.

30 (3) In the case of a resolution, upon the adoption of 20210HB1213PN1273 - 6 - 1 <u>the resolution</u>.

2 § 2962. Limitation on municipal powers.

3 * * *

Taxing power. -- Unless prohibited by the Constitution of 4 (b) Pennsylvania, the provisions of this subpart or any other 5 statute or its home rule charter, a municipality which has 6 adopted a home rule charter shall have the power and authority 7 8 to enact and enforce local tax ordinances upon any subject of taxation granted by statute to the class of municipality of 9 10 which it would be a member but for the adoption of a home rule charter at any rate of taxation determined by the governing 11 body. No home rule municipality shall establish or levy a rate 12 13 of taxation upon nonresidents which is greater than the rate 14 which a municipality would have been authorized to levy on 15 nonresidents but for the adoption of a home rule charter. The 16 governing body shall not be subject to any limitation, other than a provision of the home rule charter of the governing body, 17 18 on the rates of taxation imposed upon residents.

19 * * *

(i) Establishment of rates of taxation.--No provision of
[this subpart or any other statute] <u>law</u> shall limit a
municipality which adopts a home rule charter from establishing
its own rates of taxation upon all authorized subjects of
taxation except [those specified in subsection (a) (7)] <u>as</u>
<u>provided in this section</u>.

26 * * *

27 Section 4. Except as otherwise provided, the amendment of 53 28 Pa.C.S. § 2962 shall apply to any home rule charter provision, 29 including a provision adopted prior to the effective date of 30 this act. Notwithstanding the provisions of this section, the

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1	amendment of 53 Pa.C.S. § 2962 shall not apply to:
2	(1) Any tax levy adopted between January 13, 2004, and
3	the effective date of this section.
4	(2) Any tax levy in any future year first adopted
5	between January 13, 2004, and the effective date of this
6	section.
7	Section 5. This act shall take effect as follows:
8	(1) The following provisions shall take effect
9	immediately:
10	(i) This section.
11	(ii) Section 4.
12	(2) The remainder of this act shall take effect in 60
13	days.