THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL

No. 109

Session of 2021

INTRODUCED BY PITTMAN, JANUARY 23, 2021

REFERRED TO URBAN AFFAIRS AND HOUSING, JANUARY 23, 2021

AN ACT

Amending the act of April 9, 1929 (P.L.343, No.176), entitled "An act relating to the finances of the State government; 2 providing for cancer control, prevention and research, for 3 ambulatory surgical center data collection, for the Joint 4 Underwriting Association, for entertainment business 5 financial management firms, for private dam financial 6 7 assurance and for reinstatement of item vetoes; providing for the settlement, assessment, collection, and lien of taxes, 8 bonus, and all other accounts due the Commonwealth, the 9 collection and recovery of fees and other money or property 10 11 due or belonging to the Commonwealth, or any agency thereof, including escheated property and the proceeds of its sale, 12 the custody and disbursement or other disposition of funds 13 and securities belonging to or in the possession of the 14 Commonwealth, and the settlement of claims against the 15 Commonwealth, the resettlement of accounts and appeals to the 16 courts, refunds of moneys erroneously paid to the 17 Commonwealth, auditing the accounts of the Commonwealth and 18 all agencies thereof, of all public officers collecting 19 moneys payable to the Commonwealth, or any agency thereof, 20 21 and all receipts of appropriations from the Commonwealth, 22 authorizing the Commonwealth to issue tax anticipation notes to defray current expenses, implementing the provisions of 23 section 7(a) of Article VIII of the Constitution of 24 25 Pennsylvania authorizing and restricting the incurring of certain debt and imposing penalties; affecting every 26 department, board, commission, and officer of the State 27 government, every political subdivision of the State, and 28 certain officers of such subdivisions, every person, 29 association, and corporation required to pay, assess, or 30 31 collect taxes, or to make returns or reports under the laws 32 imposing taxes for State purposes, or to pay license fees or 33 other moneys to the Commonwealth, or any agency thereof, every State depository and every debtor or creditor of the 34 35 Commonwealth," in emergency COVID-19 response, repealing

- provisions relating to Pennsylvania Housing Finance Agency.
- 2 The General Assembly of the Commonwealth of Pennsylvania
- 3 hereby enacts as follows:
- 4 Section 1. Subarticle J of Article I-C of the act of April
- 5 9, 1929 (P.L.343, No.176), known as The Fiscal Code is repealed:
- 6 [SUBARTICLE J
- 7 PENNSYLVANIA HOUSING FINANCE AGENCY
- 8 Section 190-C. Definitions.
- 9 The following words and phrases when used in this subarticle
- 10 shall have the meanings given to them in this section unless the
- 11 context clearly indicates otherwise:
- "Agency." The Pennsylvania Housing Finance Agency.
- "Eligible landlord." An individual or entity owning a place
- 14 of residence that leases the residence to an individual and that
- 15 experienced a loss of rental income because the lessee became
- 16 unemployed after March 1, 2020, or the lessee had their annual
- 17 household income reduced by 30% or more due to reduced work
- 18 hours and wages related to COVID-19. The loss of rental income
- 19 must be at least 30 days past due.
- "Lessee." An individual who leases a place of residence in
- 21 which the individual will permanently reside.
- 22 Section 191-C. Mortgage and Rental Assistance Program.
- 23 (a) Establishment of program. -- The agency shall establish
- 24 the COVID Relief Mortgage and Rental Assistance Grant Program.
- 25 (b) Purpose of the program. -- The program shall receive
- 26 applications from lessees, landlords, mortgagees and mortgagors
- 27 and award grants to eligible landlords and mortgagees in
- 28 accordance with this act.
- (c) Use of funds. -- Money appropriated to the Pennsylvania
- 30 Housing Finance Agency for COVID Relief Mortgage and Rental

- 1 Assistance shall be used to make grants under this subarticle.
- 2 (d) Allocation. -- The agency shall allocate a minimum of
- 3 \$150,000,000 of the funds received for use under this subarticle
- 4 for rental assistance grants.
- 5 (e) Guidelines. -- The agency shall establish guidelines that
- 6 are consistent with the provisions of this subarticle within 30
- 7 days of the effective date of this section. The quidelines shall
- 8 be:
- 9 (1) submitted to the Legislative Reference Bureau for
- 10 publication in the Pennsylvania Bulletin; and
- 11 (2) posted on the agency's publicly accessible Internet
- website.
- (f) (Reserved).
- 14 (g) Program requirements. -- The following shall apply:
- 15 (1) An eligible lessee, mortgagor, landlord or mortgagee
- shall submit to the agency the name of the lessee or
- mortgagor from whom rental or mortgage payments are sought,
- along with any additional information deemed necessary by the
- agency to carry out the agency's responsibilities under this
- section.
- 21 (2) Assistance may be awarded to lessors or mortgagees
- on behalf of lessees or mortgagors who became unemployed
- after March 1, 2020, or had their annual household income
- reduced by 30% or more due to reduced work hours and wages
- related to COVID-19.
- 26 (3) The agency shall develop an application for eligible
- lessees, mortgagors, landlords or mortgagees to apply for
- assistance under this section within 30 days of the effective
- 29 date of this section. The application shall include an
- attestation by the landlord or mortgagee releasing the lessee

or mortgagor of any remaining obligation for any past due or

future rent or mortgage payment for which the agency pays the

- landlord or mortgagee. The application shall be made
- 4 available and posted on the agency's publicly accessible
- Internet website and be in a form that can be completed and
- for returned by the lessee, mortgagor, landlord or mortgagee
- 7 electronically or through the United States mail. The
- 8 deadline for submitting applications to the agency shall be
- 9 September 30, 2020.
- 10 (4) The agency shall verify the name of the lessee or
 11 mortgagor with the Department of Labor and Industry's Bureau
 12 of Unemployment Compensation to ensure the lessee or
 13 mortgagor became unemployed after March 1, 2020.
- 14 (5) The agency shall require any applicant seeking
 15 assistance based on reduced work hours or wages related to
 16 the coronavirus pandemic to submit information verifying such
 17 information.
- 18 (6) The agency shall make payments only to lessors or mortgagees.
- 20 (7) The agency shall make payments only on behalf of
 21 households with an annualized current income of no more than
 22 the upper limit of "median income" as defined in guidelines
 23 published annually by the United States Department of Housing
 24 and Urban Development.
- 25 (8) The agency shall notify each lessee or mortgagor of
 26 the amount of payment made to the landlord or mortgagee on
 27 the lessee's or mortgagor's behalf.
- (9) The agency shall make payments as follows:
- 29 (i) For rental assistance, an amount equal to 100% of the lessee's monthly rent, not to exceed \$750 per

- 1 month, for each month for which assistance is sought for a maximum of six months. Payments shall be made no later 2 than November 30, 2020. 3 (ii) For mortgage assistance, an amount equal to 4 100% of the mortgagor's monthly mortgage, not to exceed 5 \$1,000 per month, for each month for which assistance is 6 7 sought for a maximum of six months. Payments shall be made no later than November 30, 2020. 8 9 (h) Report. -- By December 31, 2020, the agency shall issue a 10 report to the chairperson and minority chairperson of the Appropriations Committee of the Senate and the chairperson and 11 minority chairperson of the Appropriations Committee of the 12 13 House of Representatives and post the report on the agency's 14 publicly accessible Internet website. The report shall include 15 the following information: (1) The total number of landlords who applied for 16 17 assistance under this section. 18 The total number of mortgagees who applied for 19 assistance under this section. 20 The total amount of assistance that was sought. (3) 21 The average amount of assistance that was applied 22 for under this section. 23 (5) The average amount of assistance that was provided 24 under this section. The total number of landlords and mortgagees who
- 25 (6) The total number of landlords and mortgagees who received assistance under this section by county.
- (7) The value of payments made by the agency under this section by county.]
- 29 Section 2. This act shall take effect immediately.