THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 1952 Session of 2001

INTRODUCED BY HABAY, KENNEY, PETRONE, ARGALL, PHILLIPS, BROWNE, L. I. COHEN, HENNESSEY, HESS, LEDERER, DIVEN, MANN, M. WRIGHT, J. WILLIAMS, BASTIAN, BUNT, CIVERA, DAILEY, DALLY, FICHTER, GODSHALL, HARHART, McILHINNEY, RUBLEY, TRELLO, FREEMAN, WATSON, M. COHEN, MICOZZIE, McILHATTAN, FEESE, WALKO, HERMAN, JAMES, BEBKO-JONES AND CAPPELLI, SEPTEMBER 26, 2001

REFERRED TO COMMITTEE ON URBAN AFFAIRS, SEPTEMBER 26, 2001

AN ACT

- 1 Authorizing the Commonwealth and municipalities to take action 2 to eradicate urban blight; and providing for liens and tax
- 3 claim hardships.

4 TABLE OF CONTENTS

- 5 Chapter 1. General Provisions
- 6 Section 101. Short title.
- 7 Section 102. Legislative declaration.
- 8 Section 103. Definitions.
- 9 Chapter 2. Commonwealth Permit and License Denial
- 10 Section 201. Authority.
- 11 Chapter 3. Private Asset Attachment
- 12 Section 301. Authority.
- 13 Chapter 4. Statewide Computer Registry
- 14 Section 401. Short title of chapter.
- 15 Section 402. Legislative intent.
- 16 Section 403. Definitions.

- 1 Section 404. Property maintenance code violations registry.
- 2 Section 405. Property maintenance code violation reports.
- 3 Section 406. Dissemination of information by department.
- 4 Section 407. Expungement.
- 5 Section 408. Administrative requirements.
- 6 Section 409. Security requirements.
- 7 Section 410. Audit.
- 8 Section 411. Imposition of surcharge.
- 9 Chapter 5. Tax Claim Hardships
- 10 Section 501. Extension of period for discharge of tax claim.
- 11 Section 502. Extension for elderly.
- 12 Section 503. Default on payments.
- 13 Section 504. Hearing.
- 14 Section 505. Purchaser responsibility.
- 15 Chapter 6. Miscellaneous Provisions
- 16 Section 601. Effective date.
- 17 The General Assembly of the Commonwealth of Pennsylvania
- 18 hereby enacts as follows:
- 19 CHAPTER 1
- 20 GENERAL PROVISIONS
- 21 Section 101. Short title.
- This act shall be known and may be cited as the Urban Blight
- 23 Eradication Act.
- 24 Section 102. Legislative declaration.
- 25 The General Assembly declares:
- 26 (1) There exist in many municipalities in this
- 27 Commonwealth neighborhoods which are blighted, are becoming
- 28 blighted or may become blighted because of vacant, abandoned,
- deteriorated or deteriorating residential, commercial and
- 30 industrial buildings and trash-strewn, weed-infested and

- vermin-infested vacant lots.
- 2 (2) Many citizens of this Commonwealth residing in close 3 proximity to buildings that fail to meet municipal building 4 and housing codes for public safety and sanitation are 5 adversely affected by blighted properties, substandard
- buildings, as well as by vacant residential, commercial orindustrial properties.
- Substandard structures, whether occupied or vacant, 8 9 are a safety threat and nuisance, and their blighting effect 10 significantly reduces the property values in the 11 neighborhoods in which these properties are located, 12 resulting in the loss of equity for property owners in the 13 neighborhood who do maintain their properties. Uncorrected, these conditions will increase the rate of abandonment and 14 15 destruction of such neighborhoods, which in turn will erode the local tax base, depriving municipalities of revenues 16 17 needed to provide essential municipal services and
 - (4) If these buildings are not rehabilitated and brought into code compliance, they are likely to be abandoned, resulting in increased costs to the Commonwealth, the municipality and ultimately the taxpayers who must pay to secure and ultimately demolish these buildings.
 - (5) If it becomes necessary to abandon a residential apartment building, existing tenants will also be displaced, disrupting lives and adding to the affordable housing problems of the municipality and the Commonwealth as many displaced tenants may become homeless.
- 29 (6) Changes in the national economy, including corporate 30 downsizing and plant closures, have also resulted in

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facilities.

- 1 underused and abandoned industrial sites referred to as
- 2 brownfields in many areas of this Commonwealth, including
- 3 urban settings. These abandoned sites have further
- 4 contributed to neighborhood blight.
- 5 (7) Abandoned commercial and industrial properties
- 6 located in blighted areas of this Commonwealth, if
- decontaminated and rehabilitated, have the potential to once
- 8 again become employment centers and serve as economic
- 9 development catalysts to reverse existing and past trends,
- which led to the neighborhood becoming blighted in the first
- 11 place.
- 12 (8) Many buildings throughout this Commonwealth are in
- violation of municipal building and housing codes, are a
- 14 public nuisance and have liens against them for real property
- 15 taxes.
- 16 Section 103. Definitions.
- 17 The following words and phrases when used in this act shall
- 18 have the meanings given to them in this section unless the
- 19 context clearly indicates otherwise:
- 20 "Serious violations." Include housing, building, property
- 21 maintenance or fire safety code violations that pose an
- 22 immediate threat to the health and safety of dwelling occupants
- 23 or occupants in surrounding structures and passers by.
- 24 "Substantial steps." An affirmative action on the part of
- 25 the property owner or managing agent as determined by the
- 26 municipality to remedy code violations, involving physical
- 27 improvements or preparations to the property.
- 28 "Tax delinquent property." For the purposes of this act, the
- 29 term shall include any tax delinquent real property, as defined
- 30 by the act of July 7, 1947 (P.L.1368, No.542), known as the Real

- 1 Estate Tax Sale Law, owned in any municipality in this
- 2 Commonwealth.
- 3 CHAPTER 2
- 4 COMMONWEALTH PERMIT AND LICENSE DENIAL
- 5 Section 201. Authority.
- 6 (a) Denial.--All departments, boards and commissions shall
- 7 deny issuing to any applicant, any State permit, certification,
- 8 license or State approval for contemplated action requiring such
- 9 approval, if the applicant:
- 10 (1) owns any real property in any municipality in this
- 11 Commonwealth which is delinquent in the payment of a real
- property tax levied by a political subdivision;
- 13 (2) owns any property in this Commonwealth that has been
- determined to be in serious violation of applicable State or
- municipal housing, building, property maintenance or fire
- safety code requirements, and has not taken substantial steps
- to bring the property into code compliance; or
- 18 (3) is in violation of any applicable State or municipal
- 19 housing, building, property maintenance or fire safety code
- 20 requirements for which the property owner has taken no
- 21 substantial steps to correct within six months following
- 22 notification of the violation.
- 23 (b) Letters required.--All State permits, certifications,
- 24 licenses or approvals may be withheld until such time as the
- 25 applicant obtains a letter from the appropriate State agency,
- 26 municipality and/or school district, indicating the property in
- 27 question:
- 28 (1) is not presently tax delinquent;
- 29 (2) is now in code compliance; or
- 30 (3) that substantial steps have been taken to bring the

- 1 property into code compliance.
- 2 Letters required by this subsection shall be verified by the
- 3 appropriate State officials before issuing to the applicant any
- 4 State permits, certifications, licenses or approvals.
- 5 (c) Dissemination.--Information contained in the property
- 6 maintenance code violation report shall be subject to the
- 7 provisions of the act of June 21, 1957 (P.L.390, No.212),
- 8 referred to as the Right-to-Know Law.
- 9 CHAPTER 3
- 10 PRIVATE ASSET ATTACHMENT
- 11 Section 301. Authority.
- 12 In addition to the remedies contained in other statutes, a
- 13 municipality may institute in personam actions or proceedings at
- 14 law or in equity against the legal owner or owner of record of
- 15 any building, housing or land in serious violation of any
- 16 ordinance regarding building and housing codes. Any action
- 17 against the owner of record shall be for an amount equal to any
- 18 penalties and any amount expended by the municipality in abating
- 19 the violation. An in personam action may also be initiated
- 20 pursuant to this section for a continuing violation for which
- 21 the legal owner of record takes no substantial steps as defined
- 22 in section 102 to correct, within six months following
- 23 notification of any violation.
- 24 CHAPTER 4
- 25 STATEWIDE COMPUTER REGISTRY
- 26 Section 401. Short title of chapter.
- 27 This chapter shall be known and may be cited as the Property
- 28 Maintenance Code Violations Registry Act.
- 29 Section 402. Legislative intent.
- 30 It is the intent of the General Assembly to eliminate the

- 1 neighborhood blight caused by real property owners who fail to
- 2 comply with municipal property maintenance codes. Neighborhood
- 3 blight may be partially eliminated by giving the Commonwealth
- 4 and municipalities access to information pertaining to the
- 5 current property maintenance code violations of property owners
- 6 applying for State and municipal permits. Access to this
- 7 information can be facilitated by the creation of a Statewide
- 8 central registry which contains a comprehensive listing of real
- 9 property owners along with property violations for which the
- 10 real property owner was convicted.
- 11 Section 403. Definitions.
- 12 The following words and phrases when used in this chapter
- 13 shall have the meanings given to them in this section unless the
- 14 context clearly indicates otherwise:
- 15 "Applicant." Any owner of real property who applies for any
- 16 State license or certification or municipal permit.
- "Commonwealth agency." The Governor, departments, boards,
- 18 agencies, commissions, authorities and other officers of the
- 19 Commonwealth, including those subject to the policy supervision
- 20 and control of the Governor. The term does not include any court
- 21 or other officer or agency of the unified judicial system or the
- 22 General Assembly or any of its officers and agencies.
- 23 "Department." The Department of Community and Economic
- 24 Development of the Commonwealth.
- 25 "License." A permit granted by the Commonwealth or one of
- 26 its agencies which gives permission to the applicant to
- 27 participate in a certain activity or exercise a certain
- 28 privilege.
- 29 "Licensing" or "certification." The issuance of a license or
- 30 the formal assertion in writing of some fact or qualification

- 1 from the Commonwealth or one of its agencies.
- 2 "Municipal permits." Building permits, exceptions to zoning
- 3 ordinances, occupancy permits and other privileges granted by a
- 4 municipality.
- 5 "Municipality." A county, city, borough, incorporated town
- 6 or township, including any home rule municipality.
- 7 "Property maintenance code." Any municipal ordinance which
- 8 regulates the maintenance or development of real property. The
- 9 term includes building codes, housing codes and public safety
- 10 codes.
- 11 "Property maintenance code violation." A violation of a
- 12 property maintenance code.
- 13 Section 404. Property maintenance code violations registry.
- 14 (a) Establishment.--The department shall establish,
- 15 implement and administer a property maintenance code violations
- 16 registry.
- 17 (b) Composition. -- The property maintenance code violations
- 18 registry shall contain property maintenance code violation
- 19 reports filed by municipalities under section 405.
- 20 Section 405. Property maintenance code violation reports.
- 21 (a) Municipalities to file. -- Any municipality may file a
- 22 property maintenance code violation report for any person who
- 23 owns real property within that municipality with current
- 24 property maintenance code violations that have gone unabated for
- 25 90 days or more.
- 26 (b) Forms provided.--Property maintenance code violation
- 27 reports shall be made on forms provided by the department or may
- 28 be made electronically.
- 29 (c) Information included.--Property maintenance code
- 30 violation reports shall include the following information:

- 1 (1) The name of the convicted property maintenance code violator.
- 3 (2) The Social Security number of the violator.
- 4 (3) The legal description of the real property which is
- 5 in violation of the municipal property maintenance code.
- 6 (4) A description of the condition of the real property
 7 which resulted in the property maintenance code violation.
- 8 (5) The date of the original property maintenance code 9 violation.
- 10 (6) The amount of penalties owed or liens attached to 11 the property with maintenance code violations.
- 12 (7) The municipality filing the report.
- 13 (d) Duties of municipality.--
- 14 (1) Any municipality that files a property maintenance 15 code violation report shall follow the guidelines for 16 expungement under section 407.
- 17 (2) Information contained in the property maintenance 18 code violation report shall be subject to the provisions of 19 the act of June 21, 1957 (P.L.390, No.212), referred to as 20 the Right-to-Know Law.
- 21 Section 406. Dissemination of information by department.
- 22 (a) Requests by municipalities.--
- 23 (1) Municipalities may request a copy of any property
 24 maintenance code violation report on any pending applicant
 25 for any municipal permit by submitting a property maintenance
 26 code violation report request form to the department or
 27 making the request electronically.
- 28 (2) The department shall disseminate all property
 29 maintenance code violation reports relating to the municipal
 30 permit applicant to the requesting municipality within two

- 1 weeks of receipt of a property maintenance code violation 2 report request from that municipality.
- 3 The municipality shall notify the applicant in writing of the reasons for a decision which denies the 4 5 applicant the municipal permit requested if that decision is 6 based in whole or in part on information contained in the 7 property maintenance code violations registry.
- 8 (b) Requests by Commonwealth. --

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- Commonwealth agencies may request a copy of any property maintenance code violation report on any pending applicant for licensing or certification by submitting a property maintenance code violation report request form to the department or making the request electronically.
 - (2) The department shall disseminate all property maintenance code violation reports relating to the State license or certification applicant to a requesting State agency within two weeks of receipt of a property maintenance code violation report request from that Commonwealth agency.
- The Commonwealth agency shall notify the applicant 20 in writing of the reasons for a decision which denies the 21 licensing or certification requested by that applicant if 22 that decision is based in whole or in part on information 23 contained in the property maintenance code violations 24 registry.
- 25 (c) Hearing. -- If requested by the applicant, a hearing will 26 be scheduled to appeal any decision made as a result of 27 municipal property maintenance code violation convictions under 28 subsection (a)(3) or (b)(3). If the applicant can show cause why the municipal property maintenance code violation convictions 29 should not be considered, the State or municipality shall 30

- 1 reevaluate the applicant's request for State licenses or
- 2 certifications respectively or municipal permits.
- 3 (d) Record of dissemination. -- The department shall maintain
- 4 a listing of Commonwealth agencies and all municipalities that
- 5 requested information on a particular real property owner and
- 6 the date on which the information was disseminated. This
- 7 dissemination listing shall be maintained separately from the
- 8 record.
- 9 (e) Dissemination fee.--There shall be no fee assessed for
- 10 the dissemination of property maintenance code violations
- 11 information.
- 12 Section 407. Expungement.
- 13 Each municipality which filed a report with the department
- 14 shall notify the department when the real property is brought
- 15 into code compliance. The department shall include that
- 16 information as part of the official record for that specific
- 17 property and violator upon notification by the reporting
- 18 municipality.
- 19 Section 408. Administrative requirements.
- 20 (a) Registry maintenance.--The department shall be
- 21 responsible for the maintenance of the property maintenance code
- 22 violations registry and shall promulgate regulations necessary
- 23 for the establishment and operation of the property maintenance
- 24 code violations registry.
- 25 (b) Forms. -- The department shall develop property
- 26 maintenance code violation report forms and property maintenance
- 27 code violation report request forms as well as procedures to
- 28 obtain the information electronically.
- 29 (c) Quality control.--The department shall establish
- 30 procedures, in compliance with regulations promulgated by the

- 1 Attorney General, for the completeness and accuracy of
- 2 information in the property maintenance code violations
- 3 registry.
- 4 Section 409. Security requirements.
- 5 The department shall ensure the confidentiality and security
- 6 of the information contained in the property maintenance code
- 7 violations registry by providing that:
- 8 (1) Procedures have been instituted to reasonably
- 9 protect the property maintenance code violations registry
- 10 from theft, fire, sabotage, flood, wind or other natural or
- 11 manmade disasters.
- 12 (2) All personnel authorized to have access to property
- violation history record information are selected, supervised
- 14 and trained accordingly.
- 15 Section 410. Audit.
- 16 (a) Audit required. -- The Auditor General shall conduct
- 17 annual performance audits of the property maintenance code
- 18 violations registry.
- 19 (b) Access to records.--Persons conducting the audit shall
- 20 be provided with access to all records, reports and listings
- 21 required to conduct an audit of property maintenance code
- 22 violations record information. All persons with access to such
- 23 information or authorized to receive information shall cooperate
- 24 with and provide information requested.
- 25 (c) Contents of audit. -- The audit shall contain a report of
- 26 any deficiencies and any recommendations for the correction of
- 27 such deficiencies. The department shall respond to the audit
- 28 recommendations within a reasonable period of time unless the
- 29 audit report is appealed to the Auditor General and the appeal
- 30 is upheld.

- 1 (d) Modification of recommendations. -- The Auditor General
- 2 shall have the power to modify the corrective measures
- 3 recommended by the audit upon appeal of the audit
- 4 recommendations by the department.
- 5 Section 411. Imposition of surcharge.
- 6 There is imposed on each individual convicted of a municipal
- 7 property maintenance code violation a surcharge in the amount of
- 8 \$10 for each municipal property maintenance code violation
- 9 resulting in a conviction. This surcharge shall be in addition
- 10 to any other applicable fees or charges lawfully collected by
- 11 the municipality and court. The municipality shall collect the
- 12 surcharge and remit all funds to the department on a quarterly
- 13 basis. Funds generated by the surcharge shall be used to finance
- 14 the Statewide implementation of the property maintenance code
- 15 violations registry.
- 16 CHAPTER 5
- 17 TAX CLAIM HARDSHIPS
- 18 Section 501. Extension of period for discharge of tax claim.
- 19 A municipality shall retain a lien for the total amount of
- 20 taxes owed on a property upon the entering of an equitable
- 21 apportioned payment schedule with a tax claim bureau.
- 22 Section 502. Extension for elderly.
- 23 A municipality shall retain a lien for the total amount of
- 24 taxes owed on the property upon the entering of an equitable
- 25 apportioned payment schedule with a municipal tax claim bureau.
- 26 Section 503. Default on payments.
- 27 If an applicant defaults on any payment of an equitable
- 28 apportioned payment schedule the lien on the property shall be
- 29 immediately satisfied by upset sale under Article VI of the act
- 30 of July 7, 1947 (P.L.1368, No.542), known as the Real Estate Tax

- 1 Sale Law.
- 2 Section 504. Hearing.
- 3 If requested by the applicant, a hearing shall be scheduled
- 4 to appeal any decision made as a result of the default of an
- 5 equitable apportioned payment. Should the applicant provide
- 6 sufficient reason for the default of the scheduled payment, the
- 7 authorized extension shall be reevaluated and reinstated under
- 8 this chapter.
- 9 Section 505. Purchaser responsibility.
- 10 (a) Purchaser's duties.--After the deed has been conveyed to
- 11 the purchaser of the property at a sheriff's sale, if the
- 12 property does not comply with municipal housing and building
- 13 code standards, then it shall be the responsibility of the
- 14 purchaser to:
- 15 (1) Commence the abatement of substandard conditions
- within 30 days of sale confirmation.
- 17 (2) Bring the property into full municipal housing and
- 18 building code compliance within nine months of the sale
- 19 confirmation.
- 20 (b) Municipal authority. -- Municipalities shall be authorized
- 21 to extend or reevaluate the time frames established in
- 22 subsection (a) as deemed necessary.
- 23 (c) Appeal hearing.--If requested by the purchaser, a
- 24 hearing shall be scheduled to appeal any decision made as a
- 25 result of the failure to achieve code compliance under
- 26 subsection (a). Should the purchaser provide sufficient reason
- 27 for the failure to comply with the municipal housing and
- 28 building code, an authorized extension shall be granted by the
- 29 municipality pursuant to subsection (b).
- 30 (d) Resale.--If the purchaser of the property fails to

- achieve full code compliance under subsection (a), upon petition
- 2 of the municipality to the court of common pleas, the property
- 3 shall be put up for sale as the court shall direct, and the
- 4 purchaser shall receive the net proceeds from the resale of the
- 5 property in question.
- 6 CHAPTER 6
- 7 MISCELLANEOUS PROVISIONS
- 8 Section 601. Effective date.
- 9 This act shall take effect in 60 days.