THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 1234

Session of 1981

INTRODUCED BY WILSON, APRIL 21, 1981

REFERRED TO COMMITTEE ON URBAN AFFAIRS, APRIL 21, 1981

AN ACT

- Amending the act of June 23, 1931 (P.L.932, No.317), entitled
 "An act relating to cities of the third class; and amending,
 revising, and consolidating the law relating thereto,"
 allowing cities to charge reasonable fees for municipal
 services provided for tax exempt real property and for a
 referendum thereon.

 The General Assembly of the Commonwealth of Pennsylvania
- 8 hereby enacts as follows:
- 9 Section 1. The act of June 23, 1931 (P.L.932, No.317), known
- 10 as "The Third Class City Code," is amended by adding a section
- 11 to read:
- 12 Section 2539. Service Charges. -- (a) The city may levy and
- 13 collect a service charge for municipal services from the owners
- 14 of organizational and institutional real property which is
- 15 otherwise exempt from taxation as provided by law. This charge
- 16 shall be calculated according to the actual cost of providing
- 17 the services to that real property and to the persons who use
- 18 that property.
- 19 (b) Municipal services for which a service charge may be

- 1 made are as follows:
- 2 (1) Fire protection.
- 3 (2) Police protection.
- 4 (3) Road maintenance and construction, traffic control, snow
- 5 and ice removal, sidewalks and streetlights.
- 6 (4) Sanitation services.
- 7 (c) (1) The city council may by resolution elect to hold a
- 8 referendum on whether any or all of the service charges listed
- 9 <u>in subsection (b) may be levied on tax exempt real property</u>
- 10 within the city. The referendum shall be held at the next
- 11 <u>succeeding municipal or general election for which the</u>
- 12 <u>advertising requirements can be met. The referendum shall be</u>
- 13 conducted in accordance with the act of June 3, 1937 (P.L.1333,
- 14 No.320), known as the "Pennsylvania Election Code."
- 15 (2) The question shall be as follows:
- 16 Shall the city of..... levy and
- 17 collect a service charge on tax exempt real property for the
- 18 following municipal services:....?
- 19 (d) Upon certification by the Secretary of the Commonwealth
- 20 that a majority of the electors have approved the question on
- 21 the referendum the city council shall adopt an ordinance which
- 22 will carry out this section to the extent of the referendum
- 23 approval, subject to the following:
- 24 (1) The institution or organization owning the tax exempt
- 25 real property must receive the services for which it is charged.
- 26 (2) The service charge must reasonably reflect the value of
- 27 that service.
- (e) Any ordinance adopted under subsection (d) shall be
- 29 <u>effective at the beginning of the next following fiscal year.</u>
- 30 (f) Service charges under this section shall be collected in

- the manner as are taxes under this act and the city may use 1
- 2 those remedies as are provided by law for the collection of
- 3 <u>delinquent taxes</u>, for the collection of delinquent service
- 4 charges.
- 5 Section 2. This act shall take effect immediately.