## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## HOUSE BILL No. 1555 Session of 1995

## INTRODUCED BY CALTAGIRONE, RICHARDSON, VAN HORNE, ITKIN, WOZNIAK AND GEIST, MAY 8, 1995

REFERRED TO COMMITTEE ON STATE GOVERNMENT, MAY 8, 1995

## AN ACT

| 1<br>2<br>3<br>4<br>5<br>6 | Providing for in-lieu-of-tax payments to certain political<br>subdivisions of the Commonwealth for services rendered by<br>certain political subdivisions in which Commonwealth<br>employees are working on Commonwealth-owned real property and<br>where Commonwealth-owned real property is located; and making<br>an appropriation. |
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| 7                          | The General Assembly of the Commonwealth of Pennsylvania   |
| 8                          | hereby enacts as follows:  |
| 9                          | Section 1. Short title.  |
| 10                         | This act shall be known and may be cited as the Commonwealth   |
| 11                         | Municipal Tax Payment Plan Act.  |
| 12                         | Section 2. Definitions.  |
| 13                         | The following words and phrases when used in this act shall  |
| 14                         | have the meanings given to them in this section unless the   |
| 15                         | context clearly indicates otherwise:   |
| 16                         | "Commonwealth employee." Any person employed full time by  |
| 17                         | any department, board, commission, agency, authority, or other   |
| 18                         | instrumentality of the Commonwealth who reports daily for work   |
| 19                         | on Commonwealth-owned real property, State gamelands, parks and  |

unimproved lands, or for whom space is maintained as a
 headquarters or home office on such property.

3 "Commonwealth-owned real property." Real property owned by
4 the Commonwealth and its authorities and instrumentalities which
5 is exempt from real estate taxes imposed by municipalities. The
6 term shall not mean real property which is situate within
7 highway rights-of-way.

8 Political subdivision." All counties of every class, all 9 cities of every class, boroughs, incorporated towns, townships 10 of the first and second class, home rule and optional charter 11 municipalities and school districts.

12 Section 3. In-lieu-of-tax payment plan.

13 Every municipality shall be entitled to receive from the 14 Department of Community Affairs an in-lieu-of-tax payment which 15 is equivalent to the number of Commonwealth employees working in 16 and the square footage of Commonwealth-owned real property, 17 State gamelands, parks and unimproved lands, located in each 18 municipality in relation to the total number of Commonwealth 19 employees working in all municipalities and the total square 20 footage of all Commonwealth-owned real property located in all 21 municipalities.

22 Section 4. Certain qualified municipalities not entitled to23 payment.

Any municipality which qualifies for an in-lieu-of-tax payment of less than \$50 shall not be entitled to receive any payment.

27 Section 5. Payment schedule.

Payments shall be made by the Department of Community Affairs
not later than December 31, 1995, and each year thereafter.
Section 6. Use of payments by municipalities.

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The payments received by municipalities under this act may be
 appropriated by such municipalities for any and all legal
 purposes heretofore or hereafter authorized.

4 Section 7. Reports to the Department of Community Affairs. 5 Every department, board, commission, agency, authority or 6 other instrumentality of the Commonwealth shall annually on July 7 1, 1995, and each July 1 thereafter report to the Department of 8 Community Affairs the number of Commonwealth employees working 9 in each municipality and the amount of Commonwealth-owned real 10 property located in each municipality.

11 Section 8. Appropriation.

(a) Sum appropriated.--The sum of \$8,600,000 is hereby appropriated to the Department of Community Affairs for the purpose of making payments pursuant to section 3 for the fiscal year July 1, 1995, to June 30, 1996, and a like sum is appropriated to the department for each fiscal year thereafter on a continuing basis, to be allocated as follows:

18

(1) Five million dollars to municipalities.

19 (2) Two million dollars to school districts.

20 (3) One million five hundred thousand dollars to21 counties.

(4) One hundred thousand dollars to the department forthe administration of this act.

(b) Division of appropriation.--Fifty percent of the
appropriation shall be awarded on the basis of employees and 50%
of the appropriation to be awarded on the basis of real

27 property.

28 Section 9. Effective date.

29 This act shall take effect immediately.

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