THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL

No. 96

Session of 2007

INTRODUCED BY D. WHITE, WAUGH, KITCHEN, CORMAN, BOSCOLA, KASUNIC, FONTANA, EARLL, VANCE, RHOADES, MADIGAN, COSTA, PUNT, WONDERLING, MUSTO, ERICKSON, BRUBAKER, C. WILLIAMS, WOZNIAK, TOMLINSON, ORIE, LOGAN, GORDNER, FERLO, PIPPY, BROWNE AND WASHINGTON, FEBRUARY 15, 2007

SENATOR ARMSTRONG, APPROPRIATIONS, RE-REPORTED AS AMENDED, SEPTEMBER 24, 2007

AN ACT

- 1 Establishing a grant program for volunteer emergency service
 - organizations to provide incentives for establishing
- 3 partnerships; conferring powers and duties on the Governor's
- 4 Center for Local Government Services within the Department of
- 5 Community and Economic Development; and providing for
- 6 funding.

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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 Volunteer
- 11 Emergency Service Partnership Grant Program 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 "Applicant." A volunteer emergency service organization.
- 17 "Application." A Single Application for Assistance provided
- 18 by the Department of Community and Economic Development.

- 1 "Assets." Anything owned that has exchange value, including,
- 2 but not limited to, cash, investments, vehicles, equipment, real
- 3 property and manpower.
- 4 "Association." An agreement of two or more companies to
- 5 combine and administer similar activities through an umbrella
- 6 organization. The term does not normally involve transfers or
- 7 combination of assets, as most costs of operations or programs
- 8 are shared.
- 9 "Center." The Governor's Center for Local Government
- 10 Services.
- 11 "Combination department." Any volunteer emergency service

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- 12 organization with a paid staff complement comprising less than
- 13 20% of total active manpower complement.
- 14 "Company." Any volunteer emergency service organization.
- 15 "Consolidation." The combination of two or more companies
- 16 which results in the termination of all companies and the
- 17 creation of a new company with a new name. All assets and
- 18 liabilities of the former companies are transferred to the new
- 19 company.
- 20 "Department." The Department of Community and Economic
- 21 Development of the Commonwealth.
- 22 "Eligible activities." A formally executed association,
- 23 merger, consolidation, regional entity or other partnership not
- 24 defined by this act but approved by the Governor's Center for
- 25 Local Government Services and the Department of Community and
- 26 Economic Development.
- 27 "Eligible expenses." The legal expense of grant funds for
- 28 activities, products or services enumerated by this act or by
- 29 guidelines.
- 30 "Formal agreement." An agreement in writing between two or

- 1 more volunteer emergency service organizations. This term does
- 2 not include mutual aid agreements.
- 3 "Ineligible applicants or programs." Relief associations, <--</p>
- 4 social clubs, retirement programs or Length of Service Award
- 5 Programs (LOSAP).
- 6 "Merger." The combination of two or more companies which
- 7 results in all but one of the companies relinquishing its name.
- 8 All assets and liabilities of joining companies are transferred
- 9 to the surviving company.
- 10 "Partnership." "PARTNERSHIP" OR "FORMAL PARTNERSHIP." Two or <---
- 11 more volunteer emergency service organizations entering into a
- 12 formal agreement to share or combine assets, and possibly
- 13 liabilities, to achieve a common goal.
- 14 "Program." The Volunteer Emergency Services Partnership
- 15 Grant Program established in section 3.
- 16 "Regionalization." The combination of some assets of two or <
- 17 more companies in order to accomplish specific objectives and
- 18 tasks. Each participating company may retain its identity.
- 19 "Volunteer emergency service organization." Any nonprofit
- 20 chartered corporation, association or organization located in
- 21 this Commonwealth which provides fire protection services,
- 22 emergency medical services or rescue services and other
- 23 voluntary emergency services within this Commonwealth.
- 24 Section 3. Volunteer Emergency Services Partnership Grant
- 25 Program.
- 26 (a) Authorization.--The Volunteer Emergency Services
- 27 Partnership Grant Program is established and shall be authorized

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- 28 for a period of five years. The program shall be funded by
- 29 proceeds from the sale of bonds approved by Commonwealth voters
- 30 in the November 2002 general election. Total sale of bonds shall

- 1 initially be \$25,000,000 for the five year period. FOR THE
- 2 PURPOSE OF PROVIDING INCENTIVES TO ENCOURAGE VOLUNTEER EMERGENCY
- 3 SERVICE ORGANIZATIONS TO CONSOLIDATE, MERGE OR FORM
- 4 PARTNERSHIPS, WHERE APPROPRIATE, FOR THE PURPOSE OF PROVIDING
- 5 EMERGENCY SERVICES IN A MORE EFFECTIVE AND EFFICIENT MANNER.
- 6 This program may be reauthorized and funded by vote of the
- 7 General Assembly at any time during or after the initial five-
- 8 year period.
- 9 (b) Eligibility.--All volunteer emergency service
- 10 organizations located within this Commonwealth are eligible
- 11 applicants. Local governments may apply on behalf of volunteer
- 12 emergency service organizations, but grant funds shall not be
- 13 paid to local governments. RELIEF ASSOCIATIONS, SOCIAL CLUBS,
- 14 RETIREMENT PROGRAMS OR LENGTH OF SERVICE AWARD PROGRAMS (LOSAP)
- 15 SHALL NOT BE ELIGIBLE TO RECEIVE GRANTS UNDER THIS ACT.
- 16 (c) Use of grant funds.--
- 17 (1) Grant funds may be used for:
- 18 (i) Emergency response vehicles, excluding command,
- 19 officer or chief vehicles.
- 20 (ii) Building expansion, renovation or new buildings
- 21 but shall not be used for social hall renovations,
- 22 expansions or additions.
- 23 (iii) Reduction or elimination of debt.
- 24 (iv) Legal and administrative costs associated with
- 25 creating a formal partnership.
- 26 (v) Costs associated with development of a long-
- 27 range, ten years or more, capital budget or capital
- 28 expenditure plan.
- 29 (vi) Costs associated with and costs to maintain a
- recruitment and/or retention plan.

- 1 (vii) Costs associated with the establishment of
- live-in quarters.
- 3 Funds for eligible expenses may be used in more than one
- 4 location. Any use of funds not listed must be approved in
- 5 writing from the department prior to any of those funds being
- 6 expended.
- 7 (2) Grant funds shall not be used for:
- 8 (i) Salaries.
- 9 (ii) Fundraising supplies or equipment.
- 10 (iii) Personal benefit programs for members.
- 11 Section 4. Limitation on grants.
- 12 (a) Limits.--
- 13 (1) \$100,000 for the creation of a formal partnership as
- 14 defined by this act.
- 15 (2) \$50,000 for each company involved in a formal
- 16 partnership.
- 17 (3) \$50,000 for each new company absorbed into or added
- 18 to an existing formal partnership.
- 19 (4) \$20,000 for creation of each new association of
- 20 volunteer emergency service organizations.
- 21 (5) \$20,000 maximum for design, creation and delivery of
- 22 education or communication programs designed to recruit and
- 23 retain members. Funds awarded under this activity are
- 24 restricted to partnerships as defined by this act and this
- activity and may not be used for other purposes.
- 26 (b) Conditions.--
- 27 (1) Applicants shall provide proof of formal
- 28 partnerships by presenting verification of majority vote by
- the membership of a company or companies to enter into a
- 30 formal partnership. Official meeting minutes shall qualify as

- 1 proof of a majority vote. Additionally, proof of creation of
- a consolidated or merged company shall be supported by
- 3 Department of State registration. Any other form of
- 4 partnership not defined by this act shall be evaluated on an
- 5 individual basis by the board of review.
- 6 (2) All grant funds received by an entity eligible under
- 7 this act shall be placed in a separate fund of the
- 8 organization and shall not be commingled with any other
- 9 funds. All vouchers for payments from the fund shall be
- 10 presented to the department staff upon demand for purposes of
- 11 monitoring compliance with this act.
- 12 (c) Retroactivity.--Any volunteer emergency service
- 13 organization that entered into and executed a formal partnership
- 14 on or after January 1, 1995, shall be eligible for funding under
- 15 conditions of this act.
- 16 Section 5. Applications and review of applications.
- 17 (a) Submittal.--Grant applications shall be submitted on the
- 18 department's Single Application for Assistance form. This form
- 19 is available electronically or by hard copy and may be acquired
- 20 by contacting the department. An application may be submitted
- 21 electronically or in hard copy form and shall be directed to the
- 22 center following submission.
- 23 (b) Factors.--In determining whether or not an applicant is
- 24 eligible for a grant, the center shall evaluate the application
- 25 on the basis of all of the following factors:
- 26 (1) Eligibility of the organization or organizations.
- 27 (2) Completeness of application.
- 28 (3) Submission of proper documentation as required by
- 29 this act.
- 30 (4) In the instance of an application for formal

- 1 recruitment or retention programs, a plan shall be submitted
- with the application indicating how funds will be spent and a
- 3 schedule for the expense of those funds shall be provided.
- 4 (5) An applicant shall state that grant funds will be
- 5 maintained in a separate fund of the organization and shall
- 6 not be commingled with other funds.
- 7 (6) The overall benefit to the region.
- 8 Section 6. Verification of use of grant funds.
- 9 (1) Volunteer emergency service organizations receiving
- 10 funding under this act shall establish and maintain a
- 11 separate fund for any grant.
- 12 (2) Department staff shall be responsible for ensuring
- that all funds are spent in accordance with this act and any
- 14 ensuing guidelines.
- 15 (3) Volunteer emergency service organizations shall, on
- demand, provide the department with any requested information
- 17 regarding the placement, accounting and disbursement of any
- 18 grant funds awarded under this act.
- 19 Section 7. Funding.
- 20 (a) Sale of bonds. -- Funding for this act shall be provided
- 21 by the sale of bonds approved and authorized by the voters of
- 22 this Commonwealth in the November 2002 general election.
- 23 (b) Time period. -- The program shall be authorized for a
- 24 period of five years AND SHALL BE financed by an initial
- 25 \$25,000,000 from the sale of bonds approved by the voters of

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- 26 this Commonwealth in the November 2002 election.
- 27 (c) Amount authorized.--This act authorizes \$5,000,000 per
- 28 fiscal year for each of the five years provided for by this act.
- 29 (d) Rollover.--Any funds not used during a fiscal year shall
- 30 roll over to the successive fiscal year for purposes enumerated

- 1 under this act.
- 2 (e) Additional funds.--If additional funds are necessary
- 3 after five years, this act may be reauthorized and additional
- 4 bonds may be sold to finance the program.
- 5 Section 8. Administration.
- 6 (a) Administration. -- Provisions of this act shall be
- 7 administered by the center.
- 8 (b) Guidelines.--The center, through the department, shall
- 9 promulgate guidelines in order to carry out the provisions of
- 10 this act.
- 11 (c) Board of review.--In the event that an undefined A
- 12 COMPANY PROPOSES A partnership is proposed by a company that is <--

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- 13 not clearly THAT IS NOT SPECIFICALLY defined by this act, the
- 14 center shall create and appoint a board of review comprised of
- 15 the center policy manager in charge of the program, the State
- 16 Fire Commissioner, a representative from the Department of
- 17 Health and the deputy secretary for programs of the department.
- 18 Any decision of the board of review with regard to any
- 19 application for funding is final.
- 20 (d) Information. -- The center shall provide, as necessary,
- 21 any information to applicants regarding eligibility,
- 22 applications and enforcement of grant provisions in the form of
- 23 informational and/or training sessions in no less than ten
- 24 locations throughout this Commonwealth in each of the five years
- 25 or each of the ensuing years of the program.
- 26 (e) Guidelines shall provide, at a minimum, the following
- 27 elements:
- 28 (1) An explanation of purpose.
- 29 (2) Applicant eligibility.
- 30 (3) Program objectives.

- 1 (4) Program requirements.
- 2 (5) Eligible activities.
- 3 (6) Grant allocation and limitations.
- 4 (7) The application process.
- 5 (8) Evaluation criteria.
- 6 (9) Application review procedure.
- 7 (10) Award selection.
- 8 (11) Program administration.
- 9 (12) Any other requirement deemed necessary to enforce
- 10 the provisions of this act.
- 11 Section 9. Effective date.
- 12 This act shall take effect in 60 days.