## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

No. 791

Session of 2017

INTRODUCED BY DAVIS, MILLARD, GALLOWAY, McNEILL, M. QUINN, NEILSON, O'NEILL, FREEMAN, SCHWEYER, D. COSTA AND GILLEN, MARCH 10, 2017

REFERRED TO COMMITTEE ON LOCAL GOVERNMENT, MARCH 10, 2017

## AN ACT

Amending Title 53 (Municipalities Generally) of the Pennsylvania 1 Consolidated Statutes, providing for municipal-owned 2 3 infrastructure. 4 The General Assembly of the Commonwealth of Pennsylvania 5 hereby enacts as follows: 6 Section 1. Title 53 of the Pennsylvania Consolidated Statutes is amended by adding a chapter to read: 7 8 CHAPTER 62 9 MUNICIPAL-OWNED INFRASTRUCTURE 10 Sec. 6201. Definitions. 11 6202. Sale or transfer of water or sewer infrastructure to 12 13 municipality. 14 6203. Sale or transfer of municipal-owned water or sewer 15 infrastructure. § 6201. Definitions. 16 17 The following words and phrases when used in this chapter

shall have the meanings given to them in this section unless the

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- 1 context clearly indicates otherwise:
- 2 "Public benefit." The term includes a rate reduction,
- 3 <u>improved service quality, improved service reliability or other</u>
- 4 <u>clearly defined benefit to a ratepayer of the municipality.</u>
- 5 § 6202. Sale or transfer of water or sewer infrastructure to
- 6 <u>municipality.</u>
- A municipality may not acquire by a device or means,
- 8 <u>including a consolidation, merger, purchase or lease or through</u>
- 9 the purchase of stock, bonds or other security, title to or
- 10 possession or use of all or a substantial portion of water or
- 11 sewer infrastructure, unless the municipality has discussed the
- 12 <u>acquisition at a public meeting and the written minutes of the</u>
- 13 meeting contain details relating to the anticipated or projected
- 14 <u>public benefit that will be realized by the acquisition.</u>
- 15 § 6203. Sale or transfer of municipal-owned water or sewer
- infrastructure.
- 17 (a) General rule. -- A municipality may not sell or transfer
- 18 to title to all or a portion of the water or sewer
- 19 <u>infrastructure of the municipality</u>, <u>unless the municipality has</u>
- 20 discussed the sale or transfer at a public meeting and the
- 21 written minutes of the meeting contain details relating to the
- 22 anticipated or projected public benefit that will be realized by
- 23 the sale or transfer.
- 24 (b) Public meeting.--
- 25 (1) The public meeting must include a public comment
- 26 period.
- 27 (2) A ratepayer of the municipality shall be notified of
- the public meeting on a monthly billing statement not more
- 29 than 60 days nor less than 30 days prior to the public
- 30 meeting. The notification shall:

1	(i) be posted in a clear and conspicuous manner on
2	the billing statement; and
3	(ii) state that the ratepayer is entitled to comment

- 4 <u>at the public meeting.</u>
- 5 Section 2. This act shall apply as follows:
- 6 (1) The addition of 53 Pa.C.S. § 6202 shall apply to
  7 title to or possession or use of all or a substantial portion
  8 of the water or sewer infrastructure which is acquired on or
  9 after the effective date of this section.
- 10 (2) The addition of 53 Pa.C.S. § 6203 shall apply to the 11 sale or transfer of title to all or a portion of the water or 12 sewer infrastructure sold or transferred on or after the 13 effective date of this section.
- 14 Section 3. This act shall take effect in 60 days.