## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

## No. 1816 Session of 2019

INTRODUCED BY SCHLEGEL CULVER, T. DAVIS, KINSEY, SCHLOSSBERG, MILLARD, KAUFFMAN, RYAN, WARREN, POLINCHOCK, CALTAGIRONE, YOUNGBLOOD, FARRY, DeLUCA, READSHAW, DUNBAR, BROWN, JAMES, CIRESI, HILL-EVANS, SAINATO, FREEMAN, McCLINTON, CONKLIN, OBERLANDER, MIHALEK, EVERETT, SAYLOR, BOBACK, PYLE, PICKETT, ULLMAN, MACKENZIE, SCHMITT, TOOHIL, GABLER, HICKERNELL AND FRITZ, SEPTEMBER 16, 2019

REFERRED TO COMMITTEE ON VETERANS AFFAIRS AND EMERGENCY PREPAREDNESS, SEPTEMBER 16, 2019

## AN ACT

- 1 Amending Title 35 (Health and Safety) of the Pennsylvania
- Consolidated Statutes, in Commonwealth services, further providing for assistance to volunteer fire companies,
- ambulance service and rescue squads.
- 5 The General Assembly of the Commonwealth of Pennsylvania
- 6 hereby enacts as follows:
- 7 Section 1. Section 7364(a)(1), (2), (3), (5), (6) and (7)
- 8 and (b) of Title 35 of the Pennsylvania Consolidated Statutes
- 9 are amended and the section is amended by adding a subsection to
- 10 read:
- 11 § 7364. Assistance to volunteer fire companies, ambulance
- 12 service and rescue squads.
- 13 (a) General rule. -- The office is authorized, upon
- 14 application of any volunteer fire company, volunteer ambulance
- 15 service or volunteer rescue squad, to make loans for the
- 16 following purposes:

- (1) Establishing or modernizing facilities that house firefighting equipment, ambulance or rescue vehicles. The amount of a loan for establishing or modernizing facilities made to any one volunteer fire company, ambulance service or rescue squad shall not exceed 50% of the total cost of the facilities or modernization or [\$400,000] \$440,000, whichever is less, and a notarized financial statement filed under subsection (c) shall show that the applicant has available 20% of the total cost of the facilities in unobligated funds. Proceeds of the loan shall be used only for purposes of structure or land acquisition or renovation or construction and shall not be used for payment of fees for design, planning, preparation of applications or any other cost not directly attributable to structure or land acquisition or renovation or construction.
- (2) Purchasing firefighting apparatus, ambulances or rescue vehicles. The amount of a loan made for purchasing firefighting apparatus to any one volunteer fire company shall not exceed [\$200,000] \$220,000 for any single firefighting apparatus equipment or utility or special service vehicle or heavy duty rescue vehicle as defined by regulation or guideline, or 50% of the total cost of the equipment or vehicle, whichever is less, except for loans for aerial apparatus as defined by regulation or guideline, which shall not exceed [\$300,000] \$330,000. The amount of a loan made to any one volunteer fire company, ambulance service or rescue squad for any ambulance or light duty rescue vehicle as defined by regulation or guideline shall not exceed [\$100,000] \$110,000 and for a watercraft rescue vehicle shall not exceed [\$30,000] \$333,000 or 50% of the cost of the

- ambulance or rescue vehicle, whichever is less, and a notarized financial statement filed under subsection (c) shall show that the applicant has available 20% of the total cost of the vehicle in unobligated funds.
  - Purchasing protective, accessory or communication (3) equipment. No volunteer fire company, ambulance service or rescue squad shall receive a loan for protective, accessory or communicative equipment more than once in any five-year period. Each volunteer fire company, ambulance service or rescue squad may apply for a loan for a mobile and portable radio unit for each existing serviceable apparatus equipment, ambulance or rescue vehicle. Radio equipment obtained through loans under this subchapter shall be equipped with a frequency or frequencies licensed by the Federal Communications Commission for firefighting or emergency response purposes. A notarized financial statement shall be filed and loans under this subchapter for the purchase of protective, accessory or communicative equipment shall not exceed [\$20,000] \$22,000.

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21 (5) Repair or rehabilitation of apparatus equipment. 22 Where it has been determined that existing apparatus 23 equipment no longer meets the standards of the National Fire 24 Protection Association and the repair or rehabilitation of 25 such equipment will bring it in compliance with National Fire 26 Protection Association standards, loans for the repair or 27 rehabilitation for a single apparatus equipment shall be for 28 at least [\$2,000] \$2,200 but shall not exceed the lesser of 29 [\$70,000] \$77,000 or 80% of the total cost of repair or 30 rehabilitation.

- equipment, used ambulances, used rescue vehicles, used communications equipment, used accessory equipment or used protective equipment, except that the used vehicles and equipment shall meet the National Fire Protection Association (NFPA) standards and loans for the purchase of a used single apparatus equipment shall not exceed [\$120,000] \$132,000 or 80% of the total cost of the equipment, whichever is less.
  - (7) Purchasing Pennsylvania Fire Information Reporting System (PennFIRS) hardware and software. A volunteer fire company shall be eligible to apply one time only for a loan of not more than [\$4,000] \$4,400 or 75% of the cost of such acquisition, whichever is less, and with a term not exceeding five years for the purpose of acquiring the hardware and software necessary to participate in the Pennsylvania Fire Information Reporting System. The office shall develop, at its discretion, such procedures and forms as it may deem necessary to facilitate loans for PennFIRS hardware and software. The loans shall be secured as required by law.
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- 21 (b) Loans.--Loans made by the office in the amount of
- [\$30,000]  $\underline{\$33,000}$  or less shall be for a period of not more than
- 23 ten years. Loans in excess of [\$30,000] <u>\$33,000</u> but not in
- 24 excess of [\$100,000] \$110,000 shall be for a period of not more
- 25 than 15 years. The payback period of any loan in excess of
- 26 [\$100,000] \$110,000, except a loan for establishing or
- 27 modernizing facilities, shall not exceed 20 years. The payback
- 28 period for any loan in excess of [\$200,000] \$220,000 for
- 29 establishing or modernizing facilities shall not exceed 20
- 30 years. Loans shall be subject to the payment of interest at 2%

- 1 per year and shall be subject to such security as shall be
- 2 determined by the commissioner. The total amount of interest
- 3 earned by the investment or reinvestment of all or any part of
- 4 the principal of any loan shall be returned to the office and
- 5 transferred to the Volunteer Companies Loan Fund and shall not
- 6 be credited as payment of principal or interest on the loan.
- 7 Except as provided in subsection (a)(5) and (7), the minimum
- 8 amount of any loan shall be [\$10,000] <u>\$11,000</u>.
- 9 (b.1) Inflation adjustment.--Beginning one year after the
- 10 <u>effective date of this section</u>, and annually thereafter, all
- 11 limits for the amount of a loan under this section shall
- 12 increase at the rate of inflation as outlined in the Consumer
- 13 Price Index for All Urban Consumers in the Northeast Region for
- 14 the most recent 12-month period for which the figures have been
- 15 reported by the United States Department of Labor, Bureau of
- 16 Labor Statistics. If the rate of inflation does not increase,
- 17 <u>all loan limits shall remain the same as they were for the</u>
- 18 previous year. The office shall transmit notice of loan limit
- 19 <u>increases to the Legislative Reference Bureau for publication in</u>
- 20 <u>the Pennsylvania Bulletin.</u>
- 21 \* \* \*
- 22 Section 2. This act shall take effect in 60 days.