## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## SENATE BILL

No. 801

Session of 2019

INTRODUCED BY BLAKE, FONTANA, SANTARSIERO, BREWSTER, FARNESE, GORDNER, HUGHES, HAYWOOD, COSTA, BROWNE, YUDICHAK AND TARTAGLIONE, JULY 15, 2019

REFERRED TO URBAN AFFAIRS AND HOUSING, JULY 15, 2019

## AN ACT

Amending the act of December 3, 1959 (P.L.1688, No.621), 1 entitled "An act to promote the health, safety and welfare of 2 the people of the Commonwealth by broadening the market for 3 housing for persons and families of low and moderate income and alleviating shortages thereof, and by assisting in the 5 provision of housing for elderly persons through the creation 6 of the Pennsylvania Housing Finance Agency as a public corporation and government instrumentality; providing for the 8 9 organization, membership and administration of the agency, prescribing its general powers and duties and the manner in 10 which its funds are kept and audited, empowering the agency 11 to make housing loans to qualified mortgagors upon the 12 security of insured and uninsured mortgages, defining 13 qualified mortgagors and providing for priorities among 14 tenants in certain instances, prescribing interest rates and 15 other terms of housing loans, permitting the agency to 16 17 acquire real or personal property, permitting the agency to make agreements with financial institutions and Federal 18 19 agencies, providing for the purchase by persons of low and moderate income of housing units, and approving the sale of 20 housing units, permitting the agency to sell housing loans, 21 providing for the promulgation of regulations and forms by 22 23 the agency, prescribing penalties for furnishing false information, empowering the agency to borrow money upon its 24 own credit by the issuance and sale of bonds and notes and by 25 giving security therefor, permitting the refunding, redemption and purchase of such obligations by the agency, 26 27 prescribing remedies of holders of such bonds and notes, 28 exempting bonds and notes of the agency, the income 29 30 therefrom, and the income and revenues of the agency from taxation, except transfer, death and gift taxes; making such 31 bonds and notes legal investments for certain purposes; and 32 indicating how the act shall become effective," in 33

- 1 Pennsylvania Housing Affordability and Rehabilitation
- 2 Enhancement Program, further providing for definitions and
- 3 for fund.
- 4 The General Assembly of the Commonwealth of Pennsylvania
- 5 hereby enacts as follows:
- 6 Section 1. Section 401-D of the act of December 3, 1959
- 7 (P.L.1688, No.621), known as the Housing Finance Agency Law, is
- 8 amended by adding a definition to read:
- 9 Section 401-D. Definitions.
- 10 The following words and phrases when used in this article
- 11 shall have the meanings given to them in this section unless the
- 12 context clearly indicates otherwise:
- 13 "County." A county of the first, second, second class A,
- 14 third, fourth, fifth, sixth, seventh or eighth class.
- 15 \* \* \*
- 16 Section 2. Section 406-D of the act is amended by adding a
- 17 subsection to read:
- 18 Section 406-D. Fund.
- 19 \* \* \*
- 20 (d) Optional county funding. --
- 21 (1) The governing body of each county may, by ordinance,
- 22 <u>increase fees charged by the recorder of deeds for recording</u>
- 23 any documents except:
- (i) In counties of the second, second class A,
- 25 <u>third, fourth, fifth, sixth, seventh and eighth class,</u>
- deeds and mortgages.
- 27 (ii) In counties of the first class, deeds,
- 28 <u>mortgages and related mortgage documents that are or may</u>
- 29 be subject to 53 Pa.C.S. Ch. 60 Subch. C (relating to
- 30 <u>affordable housing programs and funding in cities of</u>
- 31 first class).

Τ	(2) The governing body of each county shall notify the
2	agency in writing upon adoption of an ordinance provided for
3	under paragraph (1). The notice shall also include a list of
4	the fees to be increased.
5	(3) The additional fees levied by a governing body of a
6	county of the second, second class A, third, fourth, fifth,
7	sixth, seventh or eighth class under paragraph (1) shall not
8	exceed 100% of the amounts charged under the act of June 12,
9	1919 (P.L.476, No.240), referred to as the Second Class
L O	County Recorder of Deeds Fee Law, or the act of April 8, 1982
1	(P.L.310, No.87), referred to as the Recorder of Deeds Fee
_2	Law, on the effective date of this subsection. The additional
13	fees levied by a governing body of a county of the first
4	class under paragraph (1) shall not exceed 100% of the
15	amounts charged by a city or county of the first class for
6	recording documents other than deeds, mortgages and other
17	related mortgage documents on the effective date of this
8	subsection.
_9	(4) Money collected as a result of the fee imposed under
20	this subsection shall be allocated as follows:
21	(i) At least 75% of the money collected shall be
22	deposited into the fund.
23	(ii) A county may retain up to 25% of the money
24	collected to be utilized for local affordable housing
25	efforts, and may, at the discretion of the county,
26	deposit the money into an account already established for
27	such purpose under 53 Pa.C.S. § 6012 (relating to
28	disposition of proceeds in counties).
29	(5) The agency shall give preference to applications for
30	funding under this subsection if the proposed project is

- 1 <u>located within a county that has enacted an ordinance under</u>
- 2 paragraph (1).
- 3 Section 3. This act shall take effect in 60 days.