THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL No. 797 Session of 2021

INTRODUCED BY ROBINSON, ARGALL, SCAVELLO, GORDNER, YUDICHAK, STEFANO AND MENSCH, JUNE 24, 2021

REFERRED TO COMMUNITY, ECONOMIC AND RECREATIONAL DEVELOPMENT, JUNE 24, 2021

AN ACT

1 2 3 4 5 6 7 8	Amending the act of December 20, 2000 (P.L.949, No.130), entitled "An act establishing Neighborhood Improvement Districts; conferring powers and duties on municipal corporations and neighborhood improvement districts; providing for annual audits; and making repeals," further providing for definitions, for creation of neighborhood improvement district and for powers of neighborhood improvement district management association.
9	The General Assembly of the Commonwealth of Pennsylvania
10	hereby enacts as follows:
11	Section 1. The definitions of "municipality," "neighborhood
12	improvement district" and "neighborhood improvement district
13	services" in section 3 of the act of December 20, 2000 (P.L.949,
14	No.130), known as the Neighborhood Improvement District Act, are
15	amended to read:
16	Section 3. Definitions.
17	The following words and phrases when used in this act shall
18	have the meanings given to them in this section unless the
19	context clearly indicates otherwise:
20	* * *

1 "Municipality." With the exception of cities of the first
2 class, any <u>county of the second class</u>, city, borough,
3 incorporated town, township, home rule, optional plan or
4 optional charter municipality located within this Commonwealth.
5 * * *

"Neighborhood improvement district." A limited geographic 6 7 area within a municipality, in which a special assessment is 8 levied on all designated property, other than tax-exempt property, for the purpose of promoting the economic and general 9 welfare of the district and the municipality, hereinafter 10 referred to as NID. Such districts shall be referred to 11 12 generally as neighborhood improvement district (NID) and 13 specifically as business improvement district (BID), residential 14 improvement district (RID), industrial improvement district 15 (IID), institutional improvement district (INID) or mixed-use improvement district (MID), depending on the type district 16 17 established. [A designated property may not be included in more 18 than one neighborhood improvement district.]

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20 "Neighborhood improvement district services." In the case of neighborhood improvement district management associations 21 22 created for the purpose of making improvements or providing 23 expanded services within any neighborhood business improvement 24 districts established, the term shall include, but not be 25 limited to, those services which improve the ability of the 26 commercial establishments within the district to serve the 27 consumer, such as free or reduced-fee parking for customers, 28 transportation-related expenses, public relations programs, 29 group advertising, sponsorship of special events and district maintenance and security services. For services provided within 30

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any residential, industrial, institutional or mixed-use 1 2 neighborhood improvement district, the term shall include, but 3 not be limited to, those services which improve the ability of property owners to enjoy a safer and more attractive 4 neighborhood through the provision of increased or expanded 5 services, including street lighting, street cleaning, street 6 7 maintenance, parks, recreational equipment and facilities, open 8 space and/or security services.

9 * * *

Section 2. Sections 5(b), (c) (1) and (3) (vii), (d), (f) (2)
and (g) (1) and (3) and 7(a) (8) (i) of the act are amended to
read:

13 Section 5. Creation of neighborhood improvement district.
14 * * *

15 (b) Specific procedures.--

(1) A copy of everything required under this section, as
well as the date, location and time of any public hearing
required by this act, shall be provided by the municipal
corporation to all <u>benefited</u> property owners and lessees of
<u>benefited</u> property owners located in the proposed NID at
least 30 days prior to the first public hearing required by
this section.

23 (2) At least one public hearing, no earlier than 15 days 24 apart, for the purpose of receiving public comment from 25 [affected] benefited property owners within the proposed NID, 26 on the proposed NIDP, shall be held by the municipality 27 before the establishment of an NID. Notice of the hearing 28 shall be <u>in accordance with paragraph (1) and</u> advertised at 29 least ten days prior thereto in a newspaper of general circulation in the municipality. 30

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1 Any objections by property owners within the (3) 2 proposed NID must be made in writing by persons representing the ownership of 40%, in numbers, of the benefited properties 3 within the NID. Objections must be signed by the property 4 5 owner, identify the address of any benefited property for which objection is being made and filed in the office of the 6 7 clerk for the governing body of the municipality in which the 8 NID is proposed. (c) Contents of preliminary plan. -- The plan shall include 9 10 the following: A map indicating the boundaries, by street, of the 11 (1)12 proposed NID[; however, a designated property may not be 13 included in more than one NID]. * * * 14 (3) In addition, the plan shall also: 15 * * * 16 17 Provide that a negative vote of at least 40% (vii) 18 of the <u>benefited</u> property owners within the NID proposed 19 in the final plan shall be required to defeat the 20 establishment of the proposed NID by filing objections 21 with the clerk for the governing body of the municipality 22 within 45 days of presentation of the final plan where 23 the governing body of municipality is inclined to 24 establish the NID. 25 (d) Final plan.--Prior to the establishment of an NID, the 26 municipality shall submit a revised final plan to benefited property owners located within the proposed NID which 27

28 incorporates changes made to the plan based on comments from 29 affected property owners within the NID provided at the public 30 hearings or at some other time. Changes to the final plan which

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1 differ from the preliminary plan shall also be so indicated in 2 an easily discernible method for the reader, including, but not 3 limited to, changes being in boldfaced or italicized type.

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(f) Veto of final plan for NID.--

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7 If 40% or more of the [affected] benefited property (2) 8 owners within the proposed NID fail to register their 9 disapproval of the final plan or amendment to the final plan 10 in writing with the clerk of the governing body of the 11 municipality in which the NID is proposed, the governing body 12 of the municipality may, following the 45-day period, enact a 13 municipal ordinance establishing an NID under this act or, in 14 the case of an amendment to the final plan, adopt any amendments to the ordinance. 15

16 (g) Amendments to final plan.--

17 The final plan may be amended by the NIDMA any time (1)18 after the establishment of an NID, pursuant to the provisions 19 of this act, upon the recommendation of the NIDMA board, 20 provided [there is concurrence with 60% of the property 21 owners within the NID.] the NIDMA board notifies in writing 22 benefited property owners of any amendment and the property 23 owners' right to file objections to the amendment with the 24 clerk of the governing body of the municipality. If, within 25 45 days of notification, property owners representing the 26 ownership of 40% or more of the benefited properties within 27 the NID disapprove the amendment, the plan shall not be 28 amended. * * * 29

30 (3) The municipality shall provide public notice of the 20210SB0797PN0970 - 5 -

hearing for any amendments <u>requiring approval of the</u> <u>governing body</u> by publication of a notice in at least one newspaper having a general circulation in the NID specifying the time and the place of such hearing and the amendments to be considered. This notice shall be published once at least 10 days prior to the date of the hearing.

Section 7. Powers of neighborhood improvement district

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management association.

10 General powers. -- An NIDMA shall have, in addition to any (a) other powers provided pursuant to the act of May 2, 1945 11 12 (P.L.382, No.164), known as the Municipality Authorities Act of 13 1945, where the NIDMA is an authority, or in addition to any 14 other powers provided pursuant to the charter establishing a 15 nonprofit development corporation or other nonprofit 16 corporation, where the NIDMA is a nonprofit development 17 corporation or other nonprofit corporation, the power to:

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* * *

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19 (8) Appropriate and expend NID funds which would include
20 any Federal, State or municipal funds received by the NIDMA.
21 The funds shall be expended in accordance with any specific
22 provisions contained in the municipal enabling ordinance
23 establishing the NID and may be used:

(i) To acquire by purchase or lease real or personal
property to effectuate the purposes of this act,
including making common improvements within the NID,
including, but not limited to, sidewalks, retaining
walls, street paving, parks, recreational equipment and
facilities, event facilities, open space, street
lighting, parking lots, parking garages, trees and

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1	shrubbery, pedestrian walks, sewers, water lines, rest
2	areas and the acquisition, rehabilitation or demolition
3	of blighted buildings or comparable structures.
4	* * *
5	Section 3. This act shall take effect in 60 days.