## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

No. 1979 Session of 2015

INTRODUCED BY KIRKLAND, DERMODY, HANNA, YOUNGBLOOD, STURLA, FRANKEL, MARKOSEK, PETRARCA, McNEILL, BULLOCK, DeLUCA, DEAN, GIBBONS, O'BRIEN, MACKENZIE, MULLERY, KINSEY, TRUITT, D. COSTA, COOK-ARTIS, SANTARSIERO AND DAVIS, APRIL 11, 2016

REFERRED TO COMMITTEE ON STATE GOVERNMENT, APRIL 11, 2016

## AN ACT

- 1 Amending Title 65 (Public Officers) of the Pennsylvania
- 2 Consolidated Statutes, in ethics standards and financial
- disclosure, providing for financial interest and divestiture.
- 4 The General Assembly of the Commonwealth of Pennsylvania
- 5 hereby enacts as follows:
- 6 Section 1. Title 65 of the Pennsylvania Consolidated
- 7 Statutes is amended by adding a section to read:
- 8 § 1103.1. Financial interest and divestiture.
- 9 (a) Certain financial interests prohibited.--Except as may
- 10 be provided for the judiciary by rule or order of the
- 11 Pennsylvania Supreme Court, a public official or an immediate
- 12 family member of a public official may not intentionally or
- 13 knowingly hold a financial interest in an entity that is a party
- 14 to a contract valued at more than \$2,500 to provide goods or
- 15 <u>services to a municipality within the jurisdiction of the public</u>
- 16 official's public office.
- 17 (b) Divesting financial interest. -- A public official or an

- 1 immediate family member of a public official who holds a
- 2 financial interest under subsection (a) shall divest the
- 3 financial interest as follows:
- 4 (1) If the financial interest exists at the time of the
- 5 <u>effective date of this subsection, the divestiture shall</u>
- 6 occur within three months of the effective date of this
- 7 <u>subsection.</u>
- 8 (2) If the financial interest occurs on or after the
- 9 <u>effective date of this subsection, the divestiture shall</u>
- 10 occur within 30 days after the public official or immediate
- family member of the public official knows or has reason to
- 12 <u>know of the need to divest the financial interest.</u>
- (c) Extension of time period. -- For good cause shown, the
- 14 <u>commission may extend the time period for divestiture under</u>
- 15 subsection (b).
- 16 (d) Grading. -- An individual who violates this section
- 17 commits a misdemeanor and shall, upon conviction, be sentenced
- 18 to pay a fine of not more than \$1,000 or to imprisonment for not
- 19 more than one year, or both.
- 20 (e) Definition. -- Notwithstanding the definition of
- 21 "immediate family" in section 1102 (relating to definitions), as
- 22 used in this section, the term "immediate family" shall mean a
- 23 spouse, minor child or unemancipated child.
- 24 Section 2. This act shall take effect in 60 days.