ment contributions may be withdrawn, or by persons who retire before becoming entitled to any service increment.

(5) All persons who are now contributors to the retirement fund and all those employed by the city after the effective date of this amendment, if required to become contributors to the retirement fund, shall be subject to the provisions of this act.

Section 3. The first paragraph of section 5 and section 10 of the act, amended July 27, 1959 (P. L. 568), are amended to read:

Section 5. The officers and employes of any city, creating such fund and board, shall, upon the acceptance of this act, pay unto said board monthly an amount equal to three (3) per centum of their monthly salaries or wages, and if the council elects to make such payments, an additional amount not to exceed one per centum if deemed necessary by the council to provide sufficient funds for payments to widows and widowers of members retired on pension or killed in the service, except as hereinafter provided concerning laborers, which shall be applied to the purpose of this act.

* * *

Section 10. The councils of the cities shall annually set aside, apportion and appropriate out of all taxes and income of such city unto the board, a sum sufficient to maintain the compensation due under this act, not, however, to exceed in any one year an amount in excess of the proceeds of one-half of one mill on the assessed valuation of the city for city purposes. The council may exceed the limitations imposed by this section, if an additional amount is deemed necessary, to provide sufficient funds for payments to widows or widowers of members retired on pension or killed in the service.

Section 4. This act shall take effect immediately.

Approved—The 19th day of October, A. D. 1967.

RAYMOND P. SHAFER

No. 221

AN ACT

SB 1007

Amending the act of July 18, 1935 (P. L. 1286), entitled, as amended "An act empowering counties of the second class, cities, boroughs, incorporated towns, and townships to charge and collect from owners of and water users in property served thereby, annual rentals, rates or charges for the use of certain sewers, sewerage systems and sewage treatment works, including charges for operation, inspection, maintenance, repair, depreciation, and the amortization of indebtedness and interest

thereon; empowering counties of the second class, cities, boroughs, incorporated towns and townships to contract with authorities organized by cities of the second class, by counties of the second class or by cities of the third class for sewer, sewerage and sewage treatment services; to grant, convey, lease, transfer, encumber, mortgage and pledge to such authorities, their sewers, sewerage systems and sewage treatment works; to assign and pledge to such authorities rentals, rates and charges charged and collected by them for the use thereof, and to assign to such authorities their power to charge and collect the same; and validating all such contracts, grants, conveyances, leases, transfers, assignments, encumbrances, mortgages and pledges heretofore made," extending certain provisions of the act to second class cities A; and further defining the area served by authorities with whom contracts may be made.

The General Assembly of the Commonwealth of Pennsylvania hereby enacts as follows:

Section 1. The title and section 2.1, act of July 18, 1935 (P. L. 1286), entitled, as amended, "An act empowering counties of the second class, cities, boroughs, incorporated towns, and townships to charge and collect from owners of and water users in property served thereby, annual rentals, rates or charges for the use of certain sewers, sewerage systems and sewage treatment works, including charges for operation, inspection, maintenance, repair, depreciation, and the amortization of indebtedness and interest thereon; empowering counties of the second class, cities, boroughs, incorporated towns and townships to contract with authorities organized by cities of the second class, by counties of the second class or by cities of the third class for sewer, sewerage and sewage treatment services; to grant, convey, lease, transfer, encumber, mortgage and pledge to such authorities, their sewers, sewerage systems and sewage treatment works; to assign and pledge to such authorities rentals, rates and charges charged and collected by them for the use thereof, and to assign to such authorities their power to charge and collect the same; and validating all such contracts, grants, conveyances, leases, transfers, assignments, encumbrances, mortgages and pledges heretofore made," reenacted and amended July 28, 1953 (P. L. 680), are amended to read:

AN ACT

Empowering counties of the second class, cities, boroughs, incorporated towns, and townships to charge and collect from owners of and water users in property served thereby, annual rentals, rates or charges for the use of certain sewers, sewerage systems and sewage treatment works, including charges for operation, inspection, maintenance, repair, depreciation, and the amortization of indebtedness and interest thereon; empowering counties of the second class, cities, boroughs, incorporated towns and townships to contract with authorities organized by cities of the second class, by cities of the second class A, by counties of the second class or by cities of the third class for sewer, sewerage and sewage treatment services;

to grant, convey, lease, transfer, encumber, mortgage and pledge

to such authorities, their sewers, sewerage systems and sewage treatment works; to assign and pledge to such authorities rentals, rates and charges charged and collected by them for the use thereof, and to assign to such authorities their power to charge and collect the same; and validating all such contracts, grants, conveyances, leases, transfers, assignments, encumbrances, mortgages and pledges heretofore made.

Section 2.1. It shall be lawful for any county of the second class, city, borough, incorporated town, or township to execute such agreements and contracts as it may deem necessary or advisable with an authority organized by a city of the second class, by a city of the second class A, by a county of the second class or by a city of the third class undertaking to provide, or to design or construct facilities with which to provide, sewer, sewerage or sewage treatment service to it and to its inhabitants and to such adjacent territory as it may be authorized to serve; also to grant, convey, lease, transfer, encumber, mortgage and pledge to such authority, its sewers, sewerage systems, sewage treatment works and appurtenant facilities, and any improvements, extensions and additions thereto; to assign and pledge to such authority rentals, rates and charges charged and collected by it for the use thereof, and to assign to such authority its power to charge and collect the same. No such agreement, contract, grant, conveyance, lease, transfer, assignment, encumbrance, mortgage or pledge shall be construed to prevent the affected county of the second class, city, borough, incorporated town, or township from thereafter using its tax revenues for the purpose of maintaining, repairing, altering, inspecting, improving, or extending such sewers, sewerage systems or sewage treatment works.

Every such agreement, contract, grant, conveyance, lease, transfer, assignment, encumbrance, mortgage and pledge heretofore made to or with any authority organized by a city of the second class, by a city of the second class A, by a county of the second class or by a city of the third class is hereby ratified, confirmed and made valid, and the same shall be and remain lawful, valid and enforceable according to its terms.

Section 2. This act shall take effect immediately.

APPROVED—The 19th day of October, A. D. 1967.

RAYMOND P. SHAFER