

AMENDMENTS TO HOUSE BILL NO. 894

Sponsor: REPRESENTATIVE GODSHALL

Printer's No. 1877

1 Amend Title, page 1, line 6, by removing the period after

2 "lease" and inserting

3 and for approved reimbursable rental for certain
4 leases and approved reimbursable sinking fund charges
5 on indebtedness.

6 Amend Bill, page 5, by inserting between lines 15 and 16

7 Section 2. Section 2574(a) of the act, amended September 29,
8 1959 (P.L.992, No.407), is amended to read:

9 Section 2574. Approved Reimbursable Rental for Leases
10 Hereafter Approved and Approved Reimbursable Sinking Fund
11 Charges on Indebtedness.--(a) For school building projects for
12 which the general construction contract is awarded subsequent to
13 March 22, 1956, and for approved school building projects for
14 which the general construction contract was awarded but for
15 which a lease was not approved by the Department of [Public
16 Instruction] Education prior to March 22, 1956, the Department
17 of [Public Instruction] Education shall calculate an approved
18 reimbursable rental or approved reimbursable sinking fund
19 charges. Reimbursable sinking fund charges may include charges
20 for temporary indebtedness within constitutional limitations, if
21 the indebtedness is incurred for approved [permanent]
22 improvements to the school plant including the cost of acquiring
23 a suitable site for a school building, the cost of constructing
24 a new school building, or the cost of providing needed additions
25 or alterations to existing buildings for which no bond issue is
26 provided and for which an approved obligation or obligations
27 other than bonds have been issued and the obligation or
28 obligations are payable within five (5) years from the date of
29 issue of the obligation in equal annual installments. As used in
30 this section, "building" shall include a permanent structure
31 that contains or is attached to relocatable or modular
32 classrooms. The term "relocatable or modular classroom" shall
33 mean a classroom not of a permanent nature which meets the
34 criteria and specifications of the Department of Education.

35 Approved reimbursable rental or sinking fund charge shall
36 consist of that part of the annual rental or sinking fund charge
37 attributable to--

38 (1) The cost of acquiring the land upon which the school
39 buildings are situate, the cost of necessary rough grading to
40 permit proper placement of the building upon said land and the

1 cost of sewage treatment plants, as required by the Department
2 of Health, to the extent that such costs are deemed reasonable
3 by the Department of [Public Instruction] Education and the
4 interest on such costs of acquisition, grading and sewage
5 treatment plants earned subsequent to date the construction
6 contract is awarded, and
7 (2) The approved building construction cost and the interest
8 on such construction cost.
9 * * *

10 Amend Sec. 2, page 5, line 16, by striking out "2" and
11 inserting

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