



HOUSE COMMITTEE ON APPROPRIATIONS

FISCAL NOTE

SENATE BILL NO. 740

PRINTER'S NO. 856

PRIME SPONSOR: **Regan**

COST / (SAVINGS)

FUND	FY 2023/24	FY 2024/25
General Fund	\$0	\$0

SUMMARY:

Senate Bill 740 amends the Second Class Township Code to increase the amount auditors receive for completing the annual audit, settlement and adjustment. In addition, this bill allows a board of supervisors to increase the rate of compensation for each auditor.

ANALYSIS:

This bill updates language to increase the amount an auditor receives for completing the annual audit, settlement and adjustment to:

- In a township having a population of 10,000 or less: no more than \$1,800.
- In a township having a population greater than 10,000: no more than \$3,500.

The bill also authorizes a board of supervisors, by the adoption of a resolution, to increase the compensation for an auditor to no more than \$18 per hour for hours worked in completing the audit. Similarly, the bill authorizes a board of supervisors, by the adoption of a resolution, to increase the compensation for an auditor to no more than \$18 per hour for not more than 50 hours to audit accounts of any public official who handles public funds when a vacancy occurs.

FISCAL IMPACT:

Senate Bill 740 will have no impact on Commonwealth funds.

Second class townships who do not have an independent auditor and whose board of supervisors chooses to increase the pay of their auditor may be impacted by this bill.

PREPARED BY: Chris Fetterman
House Appropriations Committee (D)

DATE: March 20, 2024

Estimates are calculated using the best information available. Actual costs and revenue impact incurred may vary from estimates.