

SENATE APPROPRIATIONS COMMITTEE FISCAL NOTE

BILL NO. Senate Bill 982

PRINTER NO. 1235

AMOUNT

No Fiscal Impact

FUND

General Fund
Municipal Funds

DATE INTRODUCED

November 15, 2023

PRIME SPONSOR

Senator Dush

DESCRIPTION

Senate Bill 982 amends Section 3102 (Letting Contracts) of the Second Class Township Code to permit townships to accept irrevocable letters of credit as an alternative to a bond for the purpose of guaranteeing the work of a contract. According to the Local Government Commission, second class townships are the only municipalities currently not permitted to accept irrevocable letters of credit to guarantee the work of a contract.

This legislation is scheduled to take effect in 60 days.

FISCAL IMPACT:

Enactment of this legislation will have no fiscal impact on Commonwealth or municipal funds.