## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

No. 2375

Session of 1980

INTRODUCED BY BURNS, B. D. CLARK, GALLAGHER, KOLTER, McCALL, PETRARCA AND CHESS, MARCH 18, 1980

REFERRED TO COMMITTEE ON EDUCATION, MARCH 18, 1980

## AN ACT

- Amending the act of March 10, 1949 (P.L.30, No.14), entitled "An act relating to the public school system, including certain provisions applicable as well to private and parochial schools; amending, revising, consolidating and changing the laws relating thereto," further providing for vehicle depreciation charges.

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

  Section 1. Subsection (a) of section 2541, act of March 10,
- 10 1040 /P T 20 No 14\ lougher the upulalia dale of 1040
- 10 1949 (P.L.30, No.14), known as the "Public School Code of 1949,"
- 11 amended November 20, 1979 (No.97), is amended to read:
- 12 Section 2541. Payments on Account of Pupil Transportation.--
- 13 (a)  $\underline{\text{(1)}}$  School districts shall be paid by the Commonwealth for
- 14 every school year on account of pupil transportation which, and
- 15 the means and contracts providing for which, have been approved
- 16 by the Department of Education, in the cases hereinafter
- 17 enumerated, an amount to be determined by multiplying the cost
- 18 of approved reimbursable pupil transportation incurred by the
- 19 district by the district's aid ratio. In addition thereto, the

- 1 Commonwealth shall pay to each district qualifying a payment for
- 2 excessive cost of transportation, said amount to be determined
- 3 by subtracting from the cost of the approved reimbursable
- 4 transportation the sum of the Commonwealth transportation
- 5 payment immediately above, plus the product of one-half mill
- 6 (0.0005) times the latest market value of the district as
- 7 determined by the State Tax Equalization Board, provided such
- 8 amount is not negative. In addition thereto, the Commonwealth
- 9 shall pay to school districts which own their own vehicles, an
- 10 annual depreciation charge of ten per centum (10%), to be
- 11 calculated on the basis of the approved cost at which the
- 12 district acquired the vehicle for which depreciation is claimed.
- 13 With respect to vehicles purchased prior to January 1, 1956, the
- 14 number of depreciation payments shall be limited to ten such
- 15 payments. With respect to vehicles purchased on or after January
- 16 1, 1956, the annual depreciation charge shall not exceed [seven
- 17 hundred dollars (\$700)] one thousand dollars (\$1,000) for such
- 18 vehicles. The number of annual depreciation charges shall be
- 19 limited, so that the total amount of such payments shall not
- 20 exceed the cost of the vehicle as approved by the Department of
- 21 Education at the time of the purchase. In no case shall the
- 22 Commonwealth pay, in depreciation charges, more than [ten
- 23 thousand five hundred dollars (\$10,500)] fifteen thousand
- 24 <u>dollars (\$15,000)</u> for any one vehicle.
- 25 (2) With respect to school districts that contract for
- 26 transportation services, notwithstanding any provision of this
- 27 title to the contrary, the Commonwealth shall pay an annual
- 28 <u>depreciation charge of one thousand dollars (\$1,000) per vehicle</u>
- 29 to the school districts that contract for transportation
- 30 services substantiated by the purchase invoice of the contracted

- 1 vehicle. These depreciation charges shall not be subject to the
- 2 <u>school district's aid ratio. The number of annual depreciation</u>
- 3 charges shall be limited so that the total amount of payments
- 4 shall not exceed the total cost of the vehicle or fifteen
- 5 thousand dollars (\$15,000), whichever is the lesser, so long as
- 6 the contractor owns said vehicle. In no event shall such
- 7 depreciation exceed the limits for district owned vehicles
- 8 provided by this section. The depreciation charges paid to
- 9 school districts for either district owned busses or busses
- 10 operated under contract shall be subtracted from the basic
- 11 <u>allowance of the reimbursement formula in determining approved</u>
- 12 reimbursable transportation costs for the school district.
- 13 \* \* \*
- 14 Section 2. This act shall take effect immediately.