## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## HOUSE BILL

## No. 2802 Session of 1998

INTRODUCED BY LLOYD, BAKER, BEBKO-JONES, BELARDI, BELFANTI, BOSCOLA, CAWLEY, COLAIZZO, COY, DALEY, GEORGE, HENNESSEY, LAUGHLIN, MARKOSEK, McCALL, OLASZ, PETRONE, RAMOS, READSHAW, SCRIMENTI, STABACK, THOMAS, TIGUE, WALKO, WOJNAROSKI, MELIO, MICHLOVIC, LUCYK AND PESCI, SEPTEMBER 29, 1998

REFERRED TO COMMITTEE ON EDUCATION, SEPTEMBER 29, 1998

## 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 3 provisions applicable as well to private and parochial schools; amending, revising, consolidating and changing the 5 laws relating thereto, " providing for temporary special aid to school districts suffering loss of local revenue due to 7 natural disaster; and establishing a restricted receipt 8 account. 9 The General Assembly of the Commonwealth of Pennsylvania hereby enacts as follows: 10 11 The act of March 10, 1949 (P.L.30, No.14), known 12 as the Public School Code of 1949, is amended by adding a 13 section to read: 14 Section 2502.36. Temporary Special Aid to School Districts 15 Suffering Loss of Local Revenue Due to Natural Disaster. -- (a) Temporary special aid shall be paid for fiscal year 1997-1998 16 17 and each fiscal year thereafter to any school district that 18 experiences a severe reduction in local revenue for the support

of public schools due to a fire, flood, tornado or other natural

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- 1 disaster. The allocation to a school district under this section
- 2 shall equal the difference between the total local revenue such
- 3 school district collects in the first fiscal year and each
- 4 <u>subsequent fiscal year after the natural disaster and the total</u>
- 5 <u>local revenue collected by the school district in the fiscal</u>
- 6 year preceding the natural disaster. For the purpose of this
- 7 section, the term "natural disaster" shall have the meaning
- 8 given to it under 35 Pa.C.S. § 7102 (relating to definitions).
- 9 (b) A school district that suffers the loss in local revenue
- 10 due to a natural disaster during the 1997-1998 fiscal year shall
- 11 be eliqible to receive its first payment of temporary special
- 12 <u>aid for the 1998-1999 fiscal year. A school district that</u>
- 13 receives temporary special aid under this section shall qualify
- 14 for such aid for no more than four (4) consecutive fiscal years.
- (c) Payments for temporary special aid made under subsection
- 16 (a) shall be paid from a restricted receipt account which is
- 17 hereby established for that purpose. The money in the restricted
- 18 receipt account is hereby appropriated from the account to
- 19 provide temporary special aid authorized under subsection (a).
- 20 The money in the restricted receipt account shall not lapse and
- 21 <u>shall not be used for any purpose other than that authorized</u>
- 22 under this section.
- 23 (d) For the 1998-1999 fiscal year, the Secretary of the
- 24 <u>Budget shall transfer three hundred thousand dollars (\$300,000)</u>
- 25 from the fund established under Chapter 2 of the act of July 1,
- 26 1985 (P.L.120, No.32), known as the "Tax Stabilization Reserve
- 27 Fund Act," to the restricted receipt account established under
- 28 subsection (c). Additional funds shall be transferred by the
- 29 <u>Secretary of the Budget from the Tax Stabilization Reserve Fund</u>
- 30 to the restricted receipt account only to the extent necessary

- 1 to make payments authorized under this section.
- 2 (e) The Secretary of Education shall develop a written
- 3 policy to govern the method for making payments of temporary
- 4 special aid to school districts, including the date by which
- 5 <u>such payments shall be made each fiscal year.</u>
- 6 (f) This section shall apply to all natural disasters for
- 7 which a disaster emergency is declared by executive order or
- 8 proclamation issued by the Governor pursuant to 35 Pa.C.S. §
- 9 7301 (relating to general authority of governor) during the 1998
- 10 <u>calendar year and each calendar year thereafter.</u>
- 11 Section 2. This act shall take effect immediately.