



# HOUSE COMMITTEE ON APPROPRIATIONS

2009-10 Legislative Session

## FISCAL NOTE

**HOUSE BILL:** 2353 **PRINTER'S NO:** 3406 **PRIME SPONSOR:** Freeman

FISCAL IMPACT SUMMARY	FY 2010/11	FY 2011/12
General Fund	\$0	\$0

### OVERVIEW:

House Bill 2353 amends the act of May 24, 1956 (Act 566 of 1956), regarding incorporated towns, to add language concerning the removal of a town manager and employment agreements with a manager.

The bill will take effect in sixty days

### ANALYSIS:

Current law provides that the town manager may be removed at any time by a majority vote of the town council. The bill deletes this provision and replaces it with language stipulating that the town manager serves at the pleasure of the council, subject to contractual rights from an employment agreement.

The bill then adds language regarding employment agreements with the town manager. Agreements may last a maximum of two years and cannot run for longer than the term of the council. Agreements also may not guarantee employment for the term of the agreement.

The changes made by the bill to the position of town manager will have no fiscal impact to the commonwealth.

**PREPARED BY:** Eric Dice, Budget Analyst  
House Appropriations Committee, (D)

**DATE:** September 20, 2010

**General Note and Disclaimer:** *This Fiscal Note was prepared pursuant to House Rule 19(a), and the elements considered and reported above are required by Section 5 of the rule. Estimates are calculated using the best information available. Actual costs and revenue impact incurred may vary from estimates.*