



HOUSE COMMITTEE ON APPROPRIATIONS

FISCAL NOTE

SENATE BILL NO. 1046

PRINTERS NO. 1304

PRIME SPONSOR: Mensch

COST / (SAVINGS)

FUND	FY 2013/14	FY 2014/15
Second Class Township Funds	\$0	\$0

SUMMARY: Increases the cap on operating reserves of Second Class Townships from 5% to 25% of the estimated revenues of a township's general operating fund. This legislation would take effect in 60 days.

ANALYSIS: This legislation amends the Second Class Township Code to increase the cap on a township's operating reserve fund, from 5% to 25% of the estimated revenues of the township's general fund.

The legislation also provides that the operating reserve fund may be used to cover any potential budget deficits from increases in the anticipated cost of goods and services.

FISCAL IMPACT: This legislation would have no adverse fiscal impact on Commonwealth or second class township funds.

PREPARED BY: Tim Rodrigo
House Appropriations Committee (R)

DATE: December 10, 2013

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