



HOUSE COMMITTEE ON APPROPRIATIONS

FISCAL NOTE

SENATE BILL NO. 691

PRINTERS NO. 830

PRIME SPONSOR: Hutchinson

COST / (SAVINGS)

FUND	FY 2019/20	FY 2020/21
Second Class Township Funds	See "Fiscal Impact"	See "Fiscal Impact"

SUMMARY: Increases from \$1,500 to \$6,000 the value of municipal real property below which a second class township need not publicly advertise for bids when selling its real property. This legislation would take effect in 60 days.

ANALYSIS: This legislation amends the Second Class Township Code by increasing from \$1,500 to \$6,000 the threshold for when municipal real property must be advertised prior to sale to the highest bidder. Real estate owned by the township may be sold at a consideration of \$6,000 or less without advertisement or competitive bidding only after the board of supervisors estimates the value of the real estate upon receipt of an appraisal by a qualified real estate appraiser. Additionally, prior to selling real estate valued at \$6,000 or less without advertisement or competitive bidding, the board of supervisors must make a public announcement of the board of supervisors' intention to sell the real estate at a regular or special meeting of the board of supervisors at least 30 days prior to the sale.

FISCAL IMPACT: By allowing second class townships to forgo public notice and bidding requirements for the sale of personal property, this will allow them to reduce advertising costs in newspapers. Any estimate of such savings is indeterminable at this point.

PREPARED BY: Tim Rodrigo
House Appropriations Committee (R)

DATE: January 13, 2020

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