



HOUSE COMMITTEE ON APPROPRIATIONS

FISCAL NOTE

HOUSE BILL NO. 1234

PRINTER'S NO. 1325

PRIME SPONSOR: Freeman

COST / (SAVINGS)

FUND	FY 2022/23	FY 2023/24
General Fund	\$0	\$0

SUMMARY:

This bill would allow a Third Class City to authorize the appointment of a partnership, association, or professional corporation to serve as the city administrator. This bill would become effective in 60 days.

ANALYSIS:

This bill would amend Title 11 (Cities) to allow for the appointment of a partnership, a limited partnership, an association, or a professional corporation to be the city administrator. Currently, only an individual can be appointed as a city administrator. The bill would allow the city administrator to be of an individual, a partnership, a limited partnership, an association, or a professional corporation. The bill also provides that each officer and employee directly providing services as required or authorized by an agreement, shall be considered a public official for the purposes of the provisions relating to 65 Pa. C.S. § 1103 relating to restricted activities.

This bill also clarifies that if the city administrator is a partnership, a limited partnership, an association, or a professional corporation, all officers and employees who directly provide services as required or authorized by an agreement are not eligible to hold any elective city office. An individual who is a city administrator is authorized to be appointed by council to serve as chief fiscal officer, however a partnership, limited partnership, an association, or a professional corporation are not eligible to serve as chief fiscal officer.

FISCAL IMPACT:

Enactment of this legislation would have no impact on commonwealth funds. There is no anticipated fiscal impact on the 53 Third Class Cities in the commonwealth.

PREPARED BY: Chris Fetterman
House Appropriations Committee (D)

DATE: June 28, 2023

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