SENATE APPROPRIATIONS COMMITTEE FISCAL NOTE

BILL NO. Senate Bill 1058

PRINTER NO. 1393

AMOUNT

See Fiscal Impact

Local Funds

FUND

PRIME SPONSOR

February 14, 2022

DATE INTRODUCED

Senator Pittman

DESCRIPTION

Senate Bill 1058 amends the Second Class Township Code to make changes to the compensation provided to auditors.

This bill provides for an increase in allowable compensation to auditors of second class townships. A second class township with a population of less than 10,000, shall not receive compensation of more than \$1,700, and a second class township with a population of more than 10,000, shall not receive compensation of more than \$3,400.

The legislation also allows for boards of township supervisors to adopt a resolution to increase the hourly compensation to not more than \$17 per hour.

FISCAL IMPACT:

Senate Bill 1058 will have no fiscal impact on Commonwealth Funds.

Second class townships may see an increase in expenditures as the legislation provides for the increase in maximum compensation for auditors of second class townships with a population of less than 10,000 from \$1,000 to \$1,700. For those with a population of more than 10,000, the legislation provides for an increase from \$2,000 to \$3,400. The board of supervisors may increase the hourly pay for auditors from \$10 per hour to \$17.

There are 1,453 second class townships, 135 which have a population over 10,000 and 1,318 which have a population under 10,000. Of the 1,453, 821 have independent auditors which are not subject to compensation provisions in the code, leaving 632 second class townships that may be impacted if they choose to increase the compensation of auditors.