THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 313

Session of 2015

INTRODUCED BY THOMAS, COHEN, V. BROWN, BROWNLEE AND McCARTER, FEBRUARY 4, 2015

REFERRED TO COMMITTEE ON EDUCATION, FEBRUARY 4, 2015

AN ACT

- Amending the act of March 10, 1949 (P.L.30, No.14), entitled "An act relating to the public school system, including certain 2 provisions applicable as well to private and parochial 3 schools; amending, revising, consolidating and changing the 4 laws relating thereto," in grounds and buildings, further 5 providing for sale of unused and unnecessary lands and 6 7 buildings. 8 The General Assembly of the Commonwealth of Pennsylvania hereby enacts as follows:
- 10 Section 1. Section 707 introductory paragraph and paragraphs
- 11 (2), (3) and (7) of the act of March 10, 1949 (P.L.30, No.14),
- 12 known as the Public School Code of 1949, are amended and the
- 13 section is amended by adding clauses to read:
- 14 Section 707. Sale of Unused and Unnecessary Lands and
- Buildings. -- (a) The board of school directors of any district 15
- 16 is hereby vested with the necessary power and authority to sell
- unused and unnecessary lands and buildings[, by] after obtaining 17
- an independent appraisal to determine fair market value and at 18
- 19 the price of one of the following:
- (1) The last best offer above fair market value received. 20

- 1 (2) Fair market value, if no offer has been received within
- 2 90 days of placing the building on the market.
- 3 (3) Below fair market value, upon the mutual agreement of
- 4 the school entity and purchaser.
- 5 (b) The board of school directors of any district may sell
- 6 <u>unused and unnecessary lands and buildings by</u> any of the
- 7 following methods and subject to the following provisions:
- 8 * * *
- 9 (2) Upon sealed bids requested by the school board, notice
- 10 of the request for sealed bids to be given as provided in clause
- 11 (1) of this [section] <u>subsection</u>. Terms and conditions of sale
- 12 shall be fixed by the board in the motion or resolution
- 13 authorizing the request for sealed bids.
- 14 (3) At private sale, subject to the approval of the court of
- 15 common pleas of the county in which the school district is
- 16 located. Approval of the court shall be on petition of the board
- 17 of school directors, which petition shall be executed by the
- 18 proper officers of the board, and shall contain a full and
- 19 complete description of the land proposed to be sold, a brief
- 20 description and character of the building or buildings erected
- 21 thereon, if any, the name of the prospective purchaser, the
- 22 amount offered for the property, and shall have attached thereto
- 23 an affidavit of at least two persons who are familiar with the
- 24 values of real estate in the locality in which the land and
- 25 buildings proposed to be sold are located, to the effect that
- 26 they have examined the property, that the price offered therefor
- 27 is a fair and reasonable one and in their opinion a better price
- 28 than could be obtained at public sale, and that they are not
- 29 interested, either directly or indirectly, in the purchase or
- 30 sale thereof. Before the court may act upon any such petition it

- 1 shall fix a time for a hearing thereon and shall direct that
- 2 public notice thereof be given as provided in clause (1) of this
- 3 [section] subsection. A return of sale shall be made to the
- 4 court after the sale has been consummated and the deed executed
- 5 and delivered.
- 6 * * *
- 7 (7) The moneys derived from sales of real estate enumerated
- 8 in clause (4) of this [section] subsection shall be paid into
- 9 the general fund, along with moneys derived from taxes, and may
- 10 be used for current expenses of the school district. The moneys
- 11 derived from sales of other real estate shall be used for debt
- 12 service or for capital expenditures.
- 13 * * *
- 14 (12) The Department of Education shall provide a page on its
- 15 <u>publicly accessible Internet website on which school entities</u>
- 16 are required to post notice for each public school building or
- 17 part of a public school building that is available for purchase
- 18 or lease. A school entity shall submit a notice to the
- 19 department on a form to be developed by the department. The
- 20 department shall post the notice within five (5) days of
- 21 receiving the form.
- 22 (13) The following shall apply to the sale or lease of a
- 23 public school building or a part of a public school building by
- 24 <u>a school entity:</u>
- 25 (i) A school entity may not enter a contract to sell or
- 26 lease a public school building or part of a public school
- 27 <u>building until at least thirty (30) days after the posting of</u>
- 28 the notice required under clause (12) of this subsection.
- 29 (ii) Where two (2) or more entities make offers on the same
- 30 public school building or part of a public school building that

- 1 conform to the provisions of this section, the school entity
- 2 shall:
- 3 (A) Accept the first offer where all the offers are equal.
- 4 (B) Accept the best offer where the offers differ.
- 5 Section 2. This act shall take effect in 60 days.