

THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 500 Session of 2019

INTRODUCED BY KORTZ, SAYLOR, McNEILL, READSHAW, A. DAVIS, HILL-
EVANS, BARRAR, CIRESI, DEASY, DeLUCA AND NEILSON,
FEBRUARY 12, 2019

REFERRED TO COMMITTEE ON EDUCATION, FEBRUARY 12, 2019

AN ACT

1 Amending the act of March 10, 1949 (P.L.30, No.14), entitled "An
2 act relating to the public school system, including certain
3 provisions applicable as well to private and parochial
4 schools; amending, revising, consolidating and changing the
5 laws relating thereto," in school districts, providing for
6 unlawful loans.

7 The General Assembly of the Commonwealth of Pennsylvania
8 hereby enacts as follows:

9 Section 1. The act of March 10, 1949 (P.L.30, No.14), known
10 as the Public School Code of 1949, is amended by adding a
11 section to read:

12 Section 217.1. Unlawful Loans.--(a) It shall be unlawful
13 for a school district to distribute a personal loan to any
14 person on or after the effective date of this act.

15 (b) No later than ten (10) days from the discovery that a
16 personal loan has been distributed in violation of this section,
17 in addition to the total loan balance, the recipient of the
18 personal loan shall pay a fee equal to twenty percent (20%) of
19 the total loan balance, including the interest accrued, to the

1 school district.

2 Section 2. This act shall take effect in 60 days.