

SENATE APPROPRIATIONS COMMITTEE FISCAL NOTE

BILL NO. House Bill 2265

PRINTER NO. 3437

AMOUNT

See Fiscal Impact

FUND

Municipal Funds

DATE INTRODUCED

May 3, 2024

PRIME SPONSOR

Representative Donahue

DESCRIPTION

House Bill 2265 amends Title 8 (Boroughs) to increase the maximum compensation schedules for borough mayors and council members.

The maximum compensation schedule for mayors increases as follows:

Borough Population	Current Annual Maximum Compensation	HB 2265 Annual Maximum Compensation
Not more than 4,999	\$2,500	\$4,190
5,000 to 9,999	\$5,000	\$8,385
10,000 to 14,999	\$7,500	\$12,575
15,000 or more	\$500 per 1,000 residents	\$840 per 1,000 residents

The maximum compensation schedule for council members increases as follows:

Borough Population	Current Annual Maximum Compensation	HB 2265 Annual Maximum Compensation
Not more than 4,999	\$1,875	\$3,145
5,000 to 9,999	\$2,500	\$4,190
10,000 to 14,999	\$3,250	\$5,450
15,000 to 24,999	\$4,125	\$6,915
25,000 to 34,999	\$4,375	\$7,335
35,000 or more	\$5,000	\$8,385

This legislation permits a borough to provide council member compensation on a per-meeting basis based on the attendance of the council member. Additionally, this legislation provides that a borough is not required to reduce compensation due to a decrease in population.

This legislation is scheduled to take effect in 60 days.

FISCAL IMPACT:

House Bill 2265 authorizes, but does not require, boroughs to increase the compensation of mayors and council members. Any increases must be established by ordinance and will be at the discretion of the borough council and mayor.