

No. 11

AN ACT

SB 34

Amending the act of June 25, 1919 (P.L.581, No.274), entitled "An act for the better government of cities of the first class of this Commonwealth," further providing for the negotiation of temporary loans.

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

Section 1. Section 5 of Article XVII, act of June 25, 1919 (P.L.581, No.274), entitled "An act for the better government of cities of the first class of this Commonwealth," amended October 17, 1969 (P.L.268, No.109), is amended to read:

ARTICLE XVII.

Finance.

Section 5. (a) Where cash shall be needed for the immediate requirements of the city [in]for any fiscal year in advance of the receipt of income, the mayor, the city controller, and the city solicitor, or any two of them, shall have power to negotiate, on behalf of the city, temporary loans, upon notes for periods not to extend beyond such fiscal year and in aggregate amount not to exceed ninety per centum of the estimated receipts for such [current] fiscal year other than loan funds, but, at the time of issuing said loans, provision must be made to repay the same out of the income of the same fiscal year [in]for which they are negotiated, the intention of this section being that the negotiation of said loans shall be solely for the purpose of anticipating receipt of income. [Provided, however, That if] *The negotiation of said loans may be initiated not more than thirty days before the beginning of the fiscal year for which notes are to be issued, but said notes shall not be issued before the first day of such fiscal year.*

(b) If through emergency it shall become necessary for the council to obtain additional appropriating power, it shall be lawful for the council to authorize the creation of one or more emergency loans, not exceeding in the aggregate two million (\$2,000,000) dollars at any one time, which, unless paid within the fiscal year in which they were created, shall be included by the city controller in his estimate of liabilities which must be met out of the receipts of the ensuing fiscal year before ordinary appropriations may be made therefrom.

Section 2. This act shall take effect immediately.

APPROVED—The 19th day of June, A. D. 1975.

MILTON J. SHAPP