

January 28, 1998

HOUSE BILL No. 1240

DIGEST OF HB 1240 (Updated January 27, 1998 12:31 pm - DI 58)

Citations Affected: IC 21-2.

Synopsis: Uncollectible textbook rental fees. Beginning in 1999, allows a school corporation to transfer money from its debt service fund to the general fund to cover uncollectible textbook rental fees.

Effective: July 1, 1998.

Harris, Stevenson

January 13, read first time and referred to Committee on Ways and Means.
January 27, 1998, amended, reported — Do Pass.

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HB 1240—LS 6305/DI 94



January 28, 1998

Second Regular Session 110th General Assembly (1998)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in **this style type**, and deletions will appear in ~~this style type~~.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or ~~this style type~~ reconciles conflicts between statutes enacted by the 1997 General Assembly.

HOUSE BILL No. 1240

A BILL FOR AN ACT to amend the Indiana Code concerning education finance.

Be it enacted by the General Assembly of the State of Indiana:

- 1 SECTION 1. IC 21-2-4-2 IS AMENDED TO READ AS FOLLOWS
2 [EFFECTIVE JULY 1, 1998]: Sec. 2. The governing body of each
3 school corporation in Indiana shall establish a debt service fund for the
4 payment of:
5 (1) all debt and other obligations arising out of funds borrowed or
6 advanced for school buildings when purchased from the proceeds
7 of a bond issue for capital construction;
8 (2) a lease to provide capital construction;
9 (3) interest on emergency and temporary loans;
10 (4) all debt and other obligations arising out of funds borrowed or
11 advanced for the purchase or lease of school buses when
12 purchased or leased from the proceeds of a bond issue, or from
13 money obtained from a loan made under IC 20-9.1-6-5, for that
14 purpose;
15 (5) all debt and other obligations arising out of funds borrowed to
16 pay judgments against the school corporation; ~~or~~
17 (6) all debt and other obligations arising out of funds borrowed to

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1 purchase equipment; or
2 **(7) transfers to the school corporation's general fund to cover**
3 **uncollectible textbook rental and student fees from the**
4 **previous year.**
5 The term "debt service" shall include but not be limited to lease rental
6 obligations, school bonds and coupons, and civil bond obligations
7 assumed by school corporations reorganized pursuant to IC 20-4-1, and
8 any interest cost on emergency and temporary loans ~~but~~ shall not
9 include the repayment of the principal of the emergency and temporary
10 loans obtained for benefit of any other fund. All receipts and
11 disbursements authorized by law for school funds and tax levies for the
12 lease rental fund, bond fund, sinking fund, civil bond obligation fund,
13 and payment of interest on emergency and temporary loans shall be
14 received in and disbursed from the debt service fund.

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COMMITTEE REPORT

Mr. Speaker: Your Committee on Ways and Means, to which was referred House Bill 1240, has had the same under consideration and begs leave to report the same back to the House with the recommendation that said bill be amended as follows:

Delete the title and insert the following:

A BILL FOR AN ACT to amend the Indiana Code concerning education finance.

Delete everything after the enacting clause and insert the following:

(SEE TEXT OF BILL)

and when so amended that said bill do pass.

(Reference is to House Bill 1240 as introduced.)

BAUER, Chair

Committee Vote: yeas 13, nays 8.

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