COMMITTEE REPORT

MR. PRESIDENT:

The Senate Committee on Finance, to which was referred Senate Bill No. 352, has had the same under consideration and begs leave to report the same back to the Senate with the recommendation that said bill be AMENDED as follows:

Page 12, line 11, after "1999," insert "**to a fund other than the general fund,**".

Page 13, reset in bold lines 25 through 27.

Page 13, line 28, reset in bold "corporation for".

Page 13, line 28, reset in bold "ensuing calendar year".

Page 16, between lines 12 and 13, begin a new paragraph and insert:

"SECTION 19. IC 6-1.1-19-12 IS ADDED TO THE INDIANA CODE AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2000]: **Sec. 12. (a) As used in this section, "revenues" means excise tax distributions under IC 6-6-5 and any other allocation of state tax collections or distributions that, by statute:**

(1) are distributed to school corporations; and

(2) are based on the property tax levies imposed by the taxing units in a county.

The term does not include homestead credits or property tax replacement credits.

(b) A school corporation is entitled to receive for the school corporation's general fund a proportion of the revenues that are

distributed within the county. The amount that the school corporation is entitled to receive during that calendar year equals the amount determined under STEP FIVE of the following formula:

STEP ONE: Determine the amount of revenue that is available for distribution in the county in that calendar year.

STEP TWO: Determine the school general fund budget for that calendar year.

STEP THREE: Determine the sum of:

(A) the property tax levies imposed by all taxing units in the county; and

(B) the school general fund budgets for all school corporations in the county;

for that calendar year.

STEP FOUR: Determine the result of the STEP TWO amount divided by the STEP THREE sum.

STEP FIVE: Multiply the STEP ONE amount by the STEP FOUR result.

(c) The amount of revenues distributed to:

(1) taxing units other than a school corporation; and

(2) funds of a school corporation for which a property tax levy is imposed;

shall be changed for that same year by reducing the amount of revenue distributed by the amount of revenue allocated under this section for that same calendar year. The state board of tax commissioners shall make any adjustments required by this section and provide them to the appropriate county auditors.

(d) A school corporation shall be treated as a taxing unit for purposes of a distribution of financial institutions tax revenues under IC 6-5.5-8-2.".

Page 40, line 7, delete "IC 6-1.1-18-1.9" and insert "**IC 6-1.1-19-1.9**".

Page 59, line 22, delete "IC 6-3-7-2.5;".
Renumber all SECTIONS consecutively.
(Reference is to SB 352 as introduced.)

and when so amended that said bill do pass.

Committee Vote: Yeas 10, Nays 5.

Senator Borst, Chairperson