

March 26, 1999

ENGROSSED HOUSE BILL No. 1001

DIGEST OF HB 1001 (Updated March 25, 1999 3:00 pm - DI 44)

Citations Affected: IC 4; IC 6; IC 8; IC 12; IC 13; IC 20; IC 21.

Synopsis: State budget. Authorizes certain capital projects. Amends the law concerning swap agreements. Combines the supplemental wastewater assistance fund and the supplemental drinking water assistance fund. Revises the primetime formula. Provides for school

Effective: July 1, 1998; January 1, 1999; Upon Passage; July 1, 1999; January 1, 2000; January 1, 2001; March 1, 2001.

Bauer, Cochran, Espich, Buell

(SENATE SPONSORS — MILLS, SIMPSON)

January 26, 1999, read first time and referred to Committee on Ways and Means.
February 22, 1999, amended, reported — Do Pass.
February 24, 1999, read second time, amended, ordered engrossed.
February 25, 1999, engrossed. Read third time, passed. Yeas 53, nays 46.

SENATE ACTION

March 3, 1999, read first time and referred to Committee on Finance.
March 25, 1999, amended, reported favorably — Do Pass.



Digest Continued

funding. Establishes an education block grant program to be used for expanding certain programs. Revises the vocational education grant program. Converts the earned income tax deduction to a maintenance of effort cash assistance grant program. Maintains the income tax deduction for rehabilitation of historic property at its current level through July 1, 2001. Eliminates the requirement that the governor and budget agency approve the hiring of certain professional staff by the utility regulatory commission. Adjusts the criteria for eligibility to participate in the CHOICE program while paying only a portion of the cost of services. Eliminates the requirement that the director of the teachers' retirement fund be a member of the fund.



First Regular Session 111th General Assembly (1999)

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 1998 General Assembly.

ENGROSSED HOUSE BILL No. 1001

A BILL FOR AN ACT concerning state and local administration and to make an appropriation.

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

1 SECTION 1. [EFFECTIVE JULY 1, 1999]

2

3 (a) The following definitions apply throughout this act:

4 (1) "Augmentation allowed" means the governor and the budget agency are
5 authorized to add to an appropriation in this act from revenues accruing to the
6 fund from which the appropriation was made.

7 (2) "Biennium" means the period beginning July 1, 1999, and ending June 30, 2001.
8 Appropriations appearing in the biennial column for construction or other permanent
9 improvements may be allotted as provided in IC 4-13-2-19.

10 (3) "Deficiency appropriation" or "special claim" means an appropriation available
11 during the 1998-99 fiscal year.

12 (4) "Equipment" includes machinery, implements, tools, furniture,
13 furnishings, vehicles, and other articles that have a calculable period of service
14 that exceeds twelve (12) calendar months.

15 (5) "Fee replacement" includes repayment on indebtedness resulting from financing
16 the cost of planning, purchasing, rehabilitation, construction, repair, leasing,
17 lease-purchasing, or otherwise acquiring land, buildings, facilities, and equipment
18 to be used for academic and instructional purposes.

19 (6) "Other operating expense" includes payments for "services other than personal",
20 "services by contract", "supplies, materials, and parts", "grants, subsidies, refunds,
21 and awards", "in-state travel", "out-of-state travel", and "equipment".



1 (7) "Pension fund contributions" means the state of Indiana's contributions to a
2 specific retirement fund.

3 (8) "Personal services" includes payments for salaries and wages to officers and
4 employees of the state (either regular or temporary), payments for compensation
5 awards, and the employer's share of Social
6 Security, health insurance, life insurance, disability and retirement fund contributions.

7 (9) "SSBG" means the Social Services Block Grant. This was formerly referred to
8 as "Title XX".

9 (10) "State agency" means:
10 (A) each office, officer, board, commission, department, division, bureau, committee,
11 fund, agency, authority, council, or other instrumentality of the state;
12 (B) each hospital, penal institution, and other institutional enterprise of the
13 state;
14 (C) the judicial department of the state; and
15 (D) the legislative department of the state.

16 However, this term does not include cities, towns, townships, school cities, school
17 townships, school districts, other municipal corporations or political subdivisions
18 of the state, or universities and colleges supported in whole or in part by state
19 funds.

20 (11) "Total operating expense" includes payments for both "personal services" and
21 "other operating expense".

22 (b) The state board of finance may authorize advances to boards or persons having
23 control of the funds of any institution or department of the state of a sum of
24 money out of any appropriation available at such time for the purpose of establishing
25 working capital to provide for payment of expenses in the case of emergency when
26 immediate payment is necessary or expedient. Advance payments shall be made by
27 warrant by the auditor of state, and properly itemized and receipted bills or invoices
28 shall be filed by the board or persons receiving the advance payments.

29 (c) All money appropriated by this act shall be considered either a direct appropriation
30 or an appropriation from a rotary or revolving fund.

31 (1) Direct appropriations are subject to withdrawal from the state treasury and
32 for expenditure for such purposes, at such time, and in such manner as may be prescribed
33 by law. Direct appropriations are not subject to return and rewithdrawal from the
34 state treasury, except for the correction of an error which may have occurred in
35 any transaction or for reimbursement of expenditures which have occurred in the
36 same fiscal year.

37 (2) A rotary or revolving fund is any designated part of a fund that is set apart
38 as working capital in a manner prescribed by law and devoted to a specific purpose
39 or purposes. The fund consists of earnings and income only from certain sources
40 or a combination thereof. However derived, the money in the fund shall be used
41 for the purpose designated by law as working capital. The fund at any time
42 consists of the original appropriation thereto, if any, all receipts accrued to
43 the fund, and all money withdrawn from the fund and invested or to be invested. The
44 fund shall be kept intact by separate entries in the auditor of state's office,
45 and no part thereof shall be used for any purpose other than the lawful purpose
46 of the fund or revert to any other fund at any time. However, any unencumbered
47 excess above any prescribed amount shall be transferred to the state general fund
48 at the close of each fiscal year unless otherwise specified in the Indiana Code.

49



1 **SECTION 2. [EFFECTIVE JULY 1, 1999]**

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3 **For the conduct of state government, its offices, funds, boards, commissions, departments,**
4 **societies, associations, services, agencies, and undertakings, and for other appropriations**
5 **not otherwise provided by statute, the following sums in SECTIONS 3 through 9 are**
6 **appropriated for the periods of time designated from the general fund of the state**
7 **of Indiana or other specifically designated funds.**

8
9 **With the approval of the governor and the state budget agency, and notwithstanding the**
10 **provisions of IC 4-13-2-19 or any other law concerning the reversion of unexpended**
11 **appropriations, up to one-half (1/2) of any balance in any fund or account which would**
12 **otherwise revert at the end of FY 1999-2000 or FY 2000-2001 does not revert and is**
13 **available to the agency for expenditure.**

14
15 **In this bill, whenever there is no specific fund or account designated, the appropriation**
16 **is from the general fund.**

17
18 **SECTION 3. [EFFECTIVE JULY 1, 1999]**

19
20 **GENERAL GOVERNMENT**

21
22 **A. LEGISLATIVE**

23
24 **FOR THE GENERAL ASSEMBLY**

25 **LEGISLATORS' SALARIES-HOUSE**

Total Operating Expense	3,364,683	4,388,595
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26 **HOUSE EXPENSES**

Total Operating Expense	6,792,256	7,341,595
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27 **LEGISLATORS' SALARIES-SENATE**

Total Operating Expense	1,017,248	1,017,248
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28 **SENATE EXPENSES**

Total Operating Expense	5,452,801	6,561,592
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34 **Included in the above appropriations for house and senate expenses are funds for**
35 **a legislative business per diem allowance, meals and other usual and customary expenses**
36 **associated with legislative affairs. Except as provided below, this allowance is**
37 **to be paid to each member of the general assembly for every day, including Sundays,**
38 **during which the general assembly is convened in regular or special session, commencing**
39 **with the day the session is officially convened and concluding with the day the session**
40 **is adjourned sine die. However, after five (5) consecutive days of recess, the legislative**
41 **business per diem allowance is to be made on an individual voucher basis until the**
42 **recess concludes.**

43
44 **Members of the general assembly are entitled, when authorized by the speaker of**
45 **the house or the president pro tempore of the senate, to the legislative business**
46 **per diem allowance for each and every day engaged in official business.**

47
48 **The legislative business per diem allowance that each member of the general assembly**
49 **is entitled to receive equals the maximum daily amount allowable to employees of**



1 the executive branch of the federal government for subsistence expenses while away
2 from home in travel status in the Indianapolis area. The legislative business per
3 diem changes each time there is a change in that maximum daily amount.
4

5 In addition to the legislative business per diem allowance, each member of the
6 general assembly shall receive the same mileage allowance as state employees for
7 each mile necessarily traveled from the member's usual place of residence to the
8 state capitol. However, if the member traveled by a means other than by motor vehicle,
9 and the member's usual place of residence is more than one hundred (100) miles
10 from the state capitol, the member is entitled to reimbursement in an amount equal
11 to the lowest air travel cost incurred in traveling from the usual place of residence
12 to the state capitol. During the period the general assembly is convened in regular
13 or special session, the mileage allowance shall be limited to one (1) trip each
14 week per member.
15

16 Any member of the general assembly who is appointed, either by the governor, speaker
17 of the house, president or president pro tempore of the senate, house or senate
18 minority floor leader, or Indiana legislative council to serve on any research,
19 study, or survey committee or commission, or who attends any meetings authorized
20 or convened under the auspices of the Indiana legislative council, including pre-session
21 conferences and federal-state relations conferences, is entitled, when authorized
22 by the legislative council, to receive the legislative business per diem allowance
23 for each day in actual attendance and is also entitled to a mileage allowance, at the
24 rate specified above, for each mile necessarily traveled from the member's usual
25 place of residence to the state capitol, or other in-state site of the committee,
26 commission, or conference. The per diem allowance and the mileage allowance permitted
27 under this paragraph shall be paid from the legislative council appropriation for
28 legislator and lay member travel unless the member is attending an out-of-state meeting,
29 as authorized by the speaker of the house of representatives or the president pro
30 tempore of the senate, in which case the member is entitled to receive:

- 31 (1) the legislative business per diem allowance for each day the member is engaged
32 in approved out-of-state travel; and
33 (2) reimbursement for traveling expenses actually incurred in connection with the
34 member's duties, as provided in the state travel policies and procedures established
35 by the legislative council.
36

37 Notwithstanding the provisions of this or any other statute, the legislative council
38 may adopt, by resolution, travel policies and procedures that apply only to members
39 of the general assembly or to the staffs of the house of representatives, senate,
40 and legislative services agency, or both members and staffs. The legislative council
41 may apply these travel policies and procedures to lay members serving on research,
42 study, or survey committees or commissions that are under the jurisdiction of the
43 legislative council. Notwithstanding any other law, rule, or policy, the state
44 travel policies and procedures established by the Indiana department of administration
45 and approved by the budget agency do not apply to members of the general assembly,
46 to the staffs of the house of representatives, senate, or legislative services
47 agency, or to lay members serving on research, study, or survey committees or commissions
48 under the jurisdiction of the legislative council (if the legislative council applies
49 its travel policies and procedures to lay members under the authority of this SECTION),



1 except that, until the legislative council adopts travel policies and procedures,
 2 the state travel policies and procedures established by the Indiana department
 3 of administration and approved by the budget agency apply to members of the general
 4 assembly, to the staffs of the house of representatives, senate, and legislative
 5 services agency, and to lay members serving on research, study, or survey committees
 6 or commissions under the jurisdiction of the legislative council. The executive
 7 director of the legislative services agency is responsible for the administration
 8 of travel policies and procedures adopted by the legislative council. The auditor
 9 of state shall approve and process claims for reimbursement of travel related expenses
 10 under this paragraph based upon the written affirmation of the speaker of the house
 11 of representatives, the president pro tempore of the senate, or the executive director
 12 of the legislative services agency that those claims comply with the travel policies
 13 and procedures adopted by the legislative council. If the funds appropriated for
 14 the house and senate expenses and legislative salaries are insufficient to pay
 15 all the necessary expenses incurred, including the cost of printing the journals
 16 of the house and senate, there is appropriated such further sums as may be necessary
 17 to pay such expenses.

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19 **LEGISLATORS' SUBSISTENCE**

20 **House**

21 Total Operating Expense	1,260,550	1,113,775
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22 **Senate**

23 Total Operating Expense	571,390	493,676
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24
25 Each member of the general assembly is entitled to a subsistence allowance of \$25
26 per day for:

- 27 (1) each day that the general assembly is not convened in regular or special session;
28 and
29 (2) each day after the first session day and before the second session day of each
30 regular session and any day during that time period that the general assembly is
31 convened in special session. The subsistence allowance is payable from the appropriations
32 for legislators' subsistence.

33
34 The officers of the senate are entitled to the following amounts annually in addition
35 to the subsistence allowance: president pro tempore, \$6,500; assistant president
36 pro tempore, \$2,500; majority floor leader, \$5,000; assistant majority floor leader,
37 \$1,000; majority caucus chairman, \$5,000; assistant majority caucus chairman, \$1,000;
38 finance committee chairman, \$5,000; budget subcommittee chairman, \$4,000; majority
39 whip, \$1,500; assistant majority whip, \$500; minority floor leader, \$5,500; minority
40 caucus chairman, \$4,500; minority assistant floor leader, \$4,500; finance committee
41 ranking minority member, \$3,500; minority whip, \$1,500; assistant minority whip,
42 \$500; and assistant minority caucus chairman, \$500.

43
44 Officers of the house of representatives are entitled to the following amounts annually
45 in addition to the subsistence allowance: speaker of the house, \$6,500; speaker pro
46 tempore, \$5,000; deputy speaker pro tempore, \$500; majority floor leader, \$5,000;
47 majority caucus chairman, \$5,000; assistant majority caucus chairman, \$1,000; ways
48 and means committee chairman, \$5,000; ways and means committee ranking majority member,
49 \$3,000; speaker emeritus, \$1,500; budget subcommittee chairman, \$3,000; majority



1 whip, \$3,500; assistant majority whip, \$1,000; assistant majority floor leader, \$1,000;
 2 minority floor leader, \$5,500; minority caucus chairman, \$4,500; ways and means committee
 3 ranking minority member, \$3,500; minority whip, \$1,500; and minority assistant floor
 4 leader, \$3,500.

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6 If the funds appropriated for legislators' subsistence are insufficient to pay all
 7 the subsistence incurred, there are hereby appropriated such further sums as may
 8 be necessary to pay such subsistence.

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10 **FOR THE PUBLIC EMPLOYEES' RETIREMENT FUND**

11 **LEGISLATORS' RETIREMENT FUND**

12 Total Operating Expense	170,169	170,169
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14 **FOR THE LEGISLATIVE COUNCIL AND THE LEGISLATIVE SERVICES AGENCY**

15 Total Operating Expense	6,938,639	7,209,246
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16 **LEGISLATOR AND LAY MEMBER TRAVEL**

17 Total Operating Expense	560,000	580,000
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19 If the funds above appropriated for the legislative council and the legislative
 20 services agency and legislator and lay member travel are insufficient to pay all
 21 the necessary expenses incurred, there are hereby appropriated such further sums
 22 as may be necessary to pay those expenses.

23

24 Any person other than a member of the general assembly who is appointed by the
 25 governor, speaker of the house, president or president pro tempore of the senate,
 26 house or senate minority floor leader, or legislative council to serve on any research,
 27 study, or survey committee or commission is entitled, when authorized by the legislative
 28 council, to a per diem instead of subsistence of \$50 per day during the 1999-2001
 29 biennium. In addition to the per diem, such a person is entitled to mileage reimbursement,
 30 at the rate specified for members of the general assembly, for each mile necessarily
 31 traveled from the person's usual place of residence to the state capitol or other
 32 in-state site of the committee, commission, or conference. However, reimbursement
 33 for any out-of-state travel expenses claimed by lay members serving on research,
 34 study, or survey committees or commissions under the jurisdiction of the legislative
 35 council shall be based on SECTION 13 of this act, until the legislative council
 36 applies those travel policies and procedures that govern legislators and their
 37 staffs to such lay members as authorized elsewhere in this SECTION. The allowance
 38 and reimbursement permitted in this paragraph shall be paid from the legislative
 39 council appropriations for legislative and lay member travel unless otherwise provided
 40 for by a specific appropriation.

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42 LEGISLATIVE COUNCIL CONTINGENCY FUND	200,000
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44 Disbursements from the fund may be made only for purposes approved by the chairman
 45 and vice chairman of the legislative council.

46

47 **DISTRIBUTION OF PRINTED JOURNALS, BILLS, RESOLUTIONS,**
 48 **AND ENROLLED DOCUMENTS**

49 Total Operating Expense	585,000	340,000
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If the above appropriation for distribution of printed journals, bills, resolutions, and enrolled documents is insufficient, there are hereby appropriated such sums as may be necessary to pay for distribution of printed journals, bills, resolutions, and enrolled documents.

PRINTING AND DISTRIBUTING THE ACTS

Total Operating Expense	95,680	61,360
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The above funds are appropriated for printing and distributing the acts of the first and second regular sessions of the 111th general assembly. Upon completion of the distribution as provided by IC 2-6-1.5, additional copies may be sold at a price or prices periodically determined by the legislative council. If the funds above appropriated for printing and distributing the acts are insufficient to pay all of the necessary expenses incurred, there are hereby appropriated such further sums as may be necessary to pay such expenses.

PUBLICATION OF THE INDIANA CODE

Total Operating Expense	190,697	210,454
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The above funds are for recompilation of and printing of supplements to the Indiana Code for fiscal years 1999-2000 and 2000-2001. Upon completion of the distribution as provided in IC 2-6-1.5, remaining copies may be sold at a price or prices periodically determined by the legislative council. If the above appropriations for publication of the Indiana Code are insufficient to pay all of the necessary expenses incurred, there are hereby appropriated such further sums as may be necessary to pay such expenses.

**NATIONAL CONFERENCE OF STATE LEGISLATURES
HOST COMMITTEE**

366,000

COUNCIL OF STATE GOVERNMENTS ANNUAL DUES

Other Operating Expense	114,531	117,967
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NATIONAL CONFERENCE OF STATE LEGISLATURES ANNUAL DUES

Other Operating Expense	131,679	135,654
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PUBLICATION OF THE INDIANA ADMINISTRATIVE CODE

Total Operating Expense	225,000	420,000
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PRINTING AND DISTRIBUTING THE INDIANA REGISTER

Total Operating Expense	258,813	297,635
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If the above appropriations for publication of the Indiana Administrative Code and printing and distributing the Indiana Register are insufficient to pay all of the necessary expenses incurred, there are hereby appropriated such further sums as may be necessary to pay such expenses.

BLOCK BOUNDARY SUGGESTION PROGRAM

Total Operating Expense	230,000	100,000
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If the above appropriations for the block boundary suggestion program are insufficient to pay all of the necessary expenses incurred, there are hereby appropriated such



1 further sums as may be necessary to pay such expenses.

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REAPPORTIONMENT SUPPORT AND SERVICES

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Total Operating Expense

250,000

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FOR THE INDIANA LOBBY REGISTRATION COMMISSION

7

Total Operating Expense

176,085

195,650

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9

B. JUDICIAL

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FOR THE SUPREME COURT

12

Personal Services

4,245,767

4,371,507

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Other Operating Expense

1,103,150

1,010,150

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The above appropriation for the supreme court personal services includes the subsistence allowance as provided by IC 33-13-12-9.

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FOR THE COURT OF APPEALS

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Personal Services

6,684,891

6,875,883

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Other Operating Expense

1,169,050

1,052,300

21

22

The above appropriation for the court of appeals personal services includes the subsistence allowance provided by IC 33-13-12-9.

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25

FOR THE CLERK OF THE SUPREME AND APPEALS COURTS

26

Personal Services

580,073

580,073

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Other Operating Expense

185,000

185,000

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FOR THE TAX COURT

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Personal Services

397,649

406,465

31

Other Operating Expense

133,968

111,468

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FOR THE JUDICIAL CENTER

34

Personal Services

928,696

959,055

35

Other Operating Expense

665,333

653,768

36

37

The above appropriations for the judicial center include the appropriations for the judicial conference.

38

39

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DRUG AND ALCOHOL PROGRAMS FUND

41

Total Operating Expense

299,010

299,010

42

43

The above funds are appropriated under IC 33-19-7-5 for the purpose of administering, certifying, and supporting alcohol and drug services programs under IC 12-23-14. However, if the receipts are less than the appropriation, the center may not spend more than is collected.

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48

FOR THE PUBLIC DEFENDER

49

Personal Services

4,484,307

4,671,228



	<i>FY 1999-2000 Appropriation</i>	<i>FY 2000-2001 Appropriation</i>	<i>Biennial Appropriation</i>
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INDIANA CONFERENCE FOR LEGAL EDUCATION OPPORTUNITY

Total Operating Expense	550,000	550,000
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The above funds are appropriated to the division of state court administration in compliance with the provisions of IC 33-2.1-12-7.

CIVIL LEGAL AID

Total Operating Expense	1,000,000	1,000,000
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The above funds are appropriated to the division of state court administration in compliance with the provisions of IC 33-2.1-11-7.

TRIAL COURT OPERATIONS

Personal Services	64,632	67,228
Other Operating Expense	135,368	182,772

LOCAL JUDGES' SALARIES

Personal Services	35,334,324	35,340,432
Other Operating Expense	22,250	26,250

COUNTY PROSECUTORS' SALARIES

Personal Services	17,000,908	17,004,934
Other Operating Expense	4,500	4,500

The above appropriations for county prosecutors' salaries represent the amounts authorized by IC 33-14-7-5 and that are to be paid from the state general fund.

In addition to the appropriations for local judges' salaries and for county prosecutors' salaries, there are hereby appropriated for personal services the amounts that the state is required to pay for salary changes or for additional courts created by the 111th general assembly.

FOR THE PUBLIC EMPLOYEES' RETIREMENT FUND

JUDGES' RETIREMENT FUND

Other Operating Expense	8,394,664	8,898,344
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PROSECUTORS' RETIREMENT FUND

Other Operating Expense	275,266	275,266
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C. EXECUTIVE

FOR THE GOVERNOR'S OFFICE

Personal Services	1,927,885	1,927,885
Other Operating Expense	235,350	235,350

GOVERNOR'S RESIDENCE

Total Operating Expense	174,499	174,499
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CONTINGENCY FUND

Total Operating Expense		176,006
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1 Direct disbursements from the above contingency fund are not subject to the provisions
2 of IC 5-22.

3
4 MISCELLANEOUS EXPENSES

5 Total Operating Expense	10,561	10,561	
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6
7 EXECUTIVE INTERNATIONAL DEVELOPMENT CONTINGENCY FUND

8 Total Operating Expense			50,000
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9
10 GOVERNOR'S FELLOWSHIP PROGRAM

11 Total Operating Expense	302,889	302,889	
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12
13 FOR THE WASHINGTON LIAISON OFFICE

14 Total Operating Expense	195,604	195,604	
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15
16 FOR THE GOVERNOR'S COMMISSION ON COMMUNITY
17 SERVICES AND VOLUNTEERISM

18 Personal Services	104,841	104,841	
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19 Other Operating Expense	51,044	51,044	
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20
21 FOR THE AUDITOR OF STATE

22 GOVERNORS' AND GOVERNORS' SURVIVING SPOUSES' PENSIONS

23 Total Operating Expense	146,680	182,590	
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24
25 The above appropriations for governors' and governors' surviving spouses' pensions
26 are made under IC 4-3-3.

27
28 FOR THE STATE ETHICS COMMISSION

29 Personal Services	221,081	221,081	
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30 Other Operating Expense	33,192	33,192	
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31
32 FOR THE LIEUTENANT GOVERNOR

33 Personal Services	773,168	773,168	
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34 Other Operating Expense	41,833	41,833	
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35
36 CONTINGENCY FUND

37 Total Operating Expense			38,000
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38
39 Direct disbursements from the above contingency fund are not subject to the provisions
40 of IC 5-22.

41
42 FOR THE SECRETARY OF STATE

43 CORPORATIONS AND ADMINISTRATION

44 Personal Services	321,205	321,205	
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45 Other Operating Expense	18,837	18,837	
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46 UNIFORM COMMERCIAL CODE

47 Personal Services	670,247	670,247	
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48 Other Operating Expense	168,626	168,626	
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49 SECURITIES DIVISION



	<i>FY 1999-2000 Appropriation</i>	<i>FY 2000-2001 Appropriation</i>	<i>Biennial Appropriation</i>
1	Personal Services	601,050	601,050
2	Other Operating Expense	13,081	13,081
3			
4	FOR THE ATTORNEY GENERAL		
5	ATTORNEY GENERAL		
6	Personal Services	9,799,937	9,799,937
7	Other Operating Expense	1,224,700	1,244,700
8	MEDICAID FRAUD UNIT		
9	Total Operating Expense	320,361	320,361
10			
11	The above appropriations to the Medicaid fraud unit are the state's matching share of the		
12	state Medicaid fraud control unit under IC 4-6-10 as prescribed by 42 U.S.C. 1396b(q).		
13	Augmentation allowed from collections.		
14			
15	WELFARE FRAUD UNIT		
16	Total Operating Expense	532,803	532,553
17			
18	The above appropriations to the welfare fraud unit are the state's matching share of		
19	the state welfare fraud unit. With the approval of the governor and the budget agency,		
20	the above appropriations for the welfare fraud unit may be augmented for the purpose of		
21	offsetting costs of the unit from revenues collected by the state from court settlements		
22	or judgments in welfare fraud (TANF or food stamps) cases.		
23			
24	Of the above appropriation for the welfare fraud unit, up to \$10,000 may be used		
25	to meet unforeseen emergencies of a confidential nature. The funds are to be expended		
26	under the direction of the attorney general and are to be accounted for solely on		
27	the attorney general's certifications.		
28			
29	UNCLAIMED PROPERTY		
30	Abandoned Property Fund (IC 32-9-1.5-33)		
31	Personal Services	594,769	594,769
32	Other Operating Expense	389,480	389,480
33	Augmentation allowed.		
34			
35	D. FINANCIAL MANAGEMENT		
36			
37	FOR THE AUDITOR OF STATE		
38	Personal Services	3,828,512	4,108,680
39	Other Operating Expense	1,089,210	1,318,710
40			
41	FOR THE STATE BOARD OF ACCOUNTS		
42	Personal Services	14,895,643	14,895,643
43	Other Operating Expense	1,256,940	1,256,940
44			
45	GOVERNOR ELECT		
46	Total Operating Expense		40,000
47			
48	FOR THE STATE BUDGET COMMITTEE		
49	Total Operating Expense	49,300	42,550



1
2 Notwithstanding IC 4-12-1-11(b), the salary per diem of the legislative members
3 of the budget committee is an amount equal to one hundred fifty percent (150%)
4 of the legislative business per diem allowance. If the above appropriations are
5 insufficient to carry out the necessary operations of the budget committee, there
6 are hereby appropriated such further sums as may be necessary.
7

8 **FOR THE STATE BUDGET AGENCY**

9 Personal Services	2,076,293	2,068,293
10 Other Operating Expense	382,355	390,355

11
12 **PERSONAL SERVICESFRINGE BENEFITS**
13 **CONTINGENCY FUND**

14 Total Operating Expense	75,000,000
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15
16 The foregoing personal services/fringe benefits contingency fund appropriation is
17 subject to allotment to departments, institutions, and all state agencies by the
18 budget agency with the approval of the governor. The above appropriation includes
19 funds for an employer match for the state deferred compensation plan.
20

21 **DEPARTMENTAL AND INSTITUTIONAL EMERGENCY**
22 **CONTINGENCY FUND**

23 Total Operating Expense	10,000,000
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24
25 The foregoing departmental and institutional emergency contingency fund appropriation
26 is subject to allotment to departments, institutions, and all state agencies by
27 the budget agency with the approval of the governor. These allocations may be made
28 upon written request of proper officials, showing that contingencies exist that
29 require additional funds for meeting necessary expenses. The budget committee shall
30 be advised of each transfer request and allotment. With the approval of the governor
31 and budget agency, the expenses of conducting an audit of a state agency for the
32 following purposes may be paid from the departmental and institutional emergency
33 contingency fund:

- 34 (1) To determine whether the state agency is managing and using its resources (including
35 personnel, property, and office space) economically and efficiently.
36 (2) To determine whether there are any inefficiencies or uneconomical practices
37 in the state agency's operations, and, if so, their causes.
38 (3) To determine whether the state agency has complied with laws and rules concerning
39 matters of economy and efficiency.
40

41 **YEAR 2000 COMPUTER CONTINGENCY FUND**

42 General Fund	
43 Total Operating Expense	12,821,812
44 Teacher's Retirement Fund	
45 Total Operating Expense	805,370
46 Public Employees' Retirement Fund	
47 Total Operating Expense	45,506
48 State Highway Fund	
49	



1	Total Operating Expense		757,000
2	Federal Funds		
3	Total Operating Expense		1,467,100
4	Augmentation allowed for all funds.		

5

6 The foregoing year 2000 computer contingency fund appropriation is subject to allotment

7 by the budget agency with the approval of the governor to assist agencies, departments,

8 and state institutions to become year 2000 compliant.

9

10 **FOR THE PROPERTY TAX REPLACEMENT FUND BOARD**

11	Property Tax Replacement Fund		
12	Total Operating Expense	1,015,930,000	1,069,605,000

13

14 Adjustments may be made to this appropriation under IC 6-1.1-21-4.

15

16 **FOR THE TREASURER OF STATE**

17	Personal Services	756,812	756,812
18	Other Operating Expense	60,500	60,500

19

20 **FOR THE PUBLIC EMPLOYEES' RETIREMENT FUND - ADMINISTRATION**

21	Investment Earnings (IC 5-10.2-2-12)		
22	Personal Services	2,045,461	2,045,461
23	Other Operating Expense	4,512,869	3,512,869
24	Augmentation allowed from investment earnings.		

25

26 **PENSION RELIEF FUND**

27	Other Operating Expense	100,000,000	100,000,000
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28

29 The above amount is appropriated to the "m portion" (IC 5-10.3-11-4) of the pension relief fund.

30

31 **E. TAX ADMINISTRATION**

32

33 **FOR THE DEPARTMENT OF REVENUE**

34 **COLLECTION AND ADMINISTRATION**

35	Personal Services	32,911,040	32,911,040
36	Other Operating Expense	15,924,537	15,924,537

37

38 With the approval of the governor and the budget agency, the department shall annually

39 reimburse the state general fund for expenses incurred in support of the collection

40 of dedicated fund revenue according to the department's cost allocation plan.

41

42 With the approval of the governor and the budget agency, the foregoing sums for

43 the department of state revenue may be augmented to an amount not exceeding in total,

44 together with the above specific amounts, one and one-tenth percent (1.1%) of the

45 amount of money collected by the department of state revenue from taxes and fees.

46

47 **OUTSIDE COLLECTIONS**

48	Total Operating Expense	2,923,440	2,923,440
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49



1 **With the approval of the governor and the budget agency, the foregoing sums for**
 2 **the department of state revenue's outside collections may be augmented to an amount not**
 3 **exceeding in total, together with the above specific amounts, one and one-tenth**
 4 **percent (1.1%) of the amount of money collected by the department from taxes and**
 5 **fees.**

6
 7 **MOTOR FUEL TAX DIVISION**
 8 **From the Motor Carrier Regulation Fund**
 9 **1,669,367 1,669,367**
 10 **From the Motor Vehicle Highway Account**
 11 **3,895,189 3,895,189**
 12 **Augmentation allowed from the Motor Vehicle Highway Account.**

13
 14 **The amounts specified from the Motor Carrier Regulation Fund and the Motor Vehicle**
 15 **Highway Account are for the following purposes:**

17 Personal Services	4,968,839	4,968,839
18 Other Operating Expense	595,717	595,717

19
 20 **In addition to the foregoing appropriations, there is hereby appropriated to the**
 21 **department of revenue motor fuel tax division an amount sufficient to pay claims for**
 22 **refunds on license-fee-exempt motor vehicle fuel as provided by law. The sums above**
 23 **appropriated from the motor vehicle highway account for the operation of the motor fuel tax**
 24 **division, together with all refunds for license-fee-exempt motor vehicle fuel, shall be**
 25 **paid from the receipts of those license fees before they are distributed as provided**
 26 **by IC 6-6-1.1.**

27
 28 **MOTOR CARRIER REGULATION**
 29 **Motor Carrier Regulation Fund (IC 8-2.1-23)**
 30 **Personal Services 407,258 407,258**
 31 **Other Operating Expense 1,266,993 1,266,993**
 32 **Augmentation allowed from the Motor Carrier Regulation Fund.**

33
 34 **MOE CASH ASSISTANCE GRANTS (IC 12-14-27)**
 35 **Total Operating Expense 14,000,000 14,000,000**

36
 37 **FOR THE INDIANA HORSE RACING COMMISSION**
 38 **Personal Services 1,056,495 1,056,495**
 39 **Other Operating Expense 216,037 216,037**

40
 41 **The foregoing appropriations to the Indiana horse racing commission are made from**
 42 **revenues accruing to the Indiana horse racing commission before any distribution**
 43 **is made under IC 4-31-9. The appropriations are made under the provisions**
 44 **of IC 4-31 and from revenues accruing to the Indiana horse racing commission operating**
 45 **fund established by IC 4-31-10. Augmentation allowed.**

46
 47 **STANDARD BRED BOARD OF REGULATION**
 48 **Total Operating Expense 127,300 127,300**
 49 **Augmentation allowed from the distribution to the Horse Racing Commission**



1 (IC 4-33-12-6(b)(6)).

2

3 **FOR THE INDIANA GAMING COMMISSION**

4 Personal Services	1,834,340	1,834,340
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5 Other Operating Expense	1,005,834	1,005,834
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6 **INVESTIGATION**

7 Personal Services	1,321,230	1,321,230
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8 Other Operating Expense	489,030	467,030
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9

10 The foregoing appropriations to the Indiana gaming commission are made from revenues
 11 accruing to the state gaming account of the state general fund under IC 4-33-13-3
 12 before any distribution is made under IC 4-33-13-5. Augmentation allowed from the
 13 lottery and gaming surplus account within the build Indiana fund.

14

15 The foregoing appropriations to the Indiana gaming commission are made instead
 16 of the appropriation made in IC 4-33-13-4. The commission may employ or contract
 17 for inspectors and agents required under IC 4-33-4-3.5. The licensed owners shall,
 18 in the manner prescribed by the rules of the commission, reimburse the commission
 19 for the salaries and other expenses of the inspectors and agents who are required
 20 to be present during the time gambling operations are conducted on a riverboat.

21

22 **FOR THE STATE BOARD OF TAX COMMISSIONERS**

23 Personal Services	4,804,153	4,804,153
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24 Other Operating Expense	922,595	922,595
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25

26 From the above appropriations for the board of tax commissioners, travel subsistence
 27 and mileage allowances may be paid for members of the local government tax control
 28 board created by IC 6-1.1-18.5 and the state school property tax control board
 29 created by IC 6-1.1-19, under state travel regulations.

30

31 **CONTINGENCY FUND**

32 Total Operating Expense	500,000	500,000
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33

34 The above appropriation shall be used to reduce the number of pending taxpayer appeals.

35

36 **F. ADMINISTRATION**

37

38 **FOR THE DEPARTMENT OF ADMINISTRATION**

39 Personal Services	13,352,230	13,352,230
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40 Other Operating Expense	8,210,925	8,210,925
----------------------------	-----------	-----------

41 **INFORMATION SERVICES DIVISION**

42 **Pay Phone Fund**

43 Total Operating Expense	5,718,000	5,718,000
----------------------------	-----------	-----------

44 Augmentation allowed.

45

46 The pay phone fund is established for the procurement of hardware, software,
 47 and related equipment and services needed to expand and enhance the state
 48 campus backbone and other central information technology initiatives. Such
 49 procurements may include, but are not limited to, wiring and rewiring of state



1 offices, Internet services, video conferencing, telecommunications, application
2 software and related services. The fund consists of the net proceeds
3 received from contracts with companies providing phone services at state
4 institutions and other state properties. The fund shall be administered by the
5 information services division (ISD) of the department of administration.
6 Money in the fund may be spent by the division in compliance with a plan
7 approved by the budget agency. Any money remaining in the fund at the end
8 of any fiscal year does not revert to the general fund or any other fund but
9 remains in the pay phone fund.

10

11 **FOR THE PERSONNEL DEPARTMENT**

12	Personal Services	3,570,623	3,570,623
13	Other Operating Expense	850,000	850,000

14 **STATE EMPLOYEES' APPEALS COMMISSION**

15	Personal Services	126,226	126,226
16	Other Operating Expense	12,000	12,000

17

18 **FOR THE DATA PROCESSING OVERSIGHT COMMISSION**

19	Personal Services	528,757	528,757
20	Other Operating Expense	134,446	134,446

21

22 **FOR THE COMMISSION ON PUBLIC RECORDS**

23	Personal Services	1,493,902	1,493,902
24	Other Operating Expense	186,753	178,853

25

26 **G. OTHER**

27

28 **FOR THE COMMISSION ON UNIFORM STATE LAWS**

29	Total Operating Expense	43,200	43,200
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30

31 **FOR THE SECRETARY OF STATE ELECTION DIVISION**

32	Personal Services	455,344	455,344
33	Other Operating Expense	105,375	105,375

34

34 **NATIONAL VOTER REGISTRATION PROGRAM**

35	Personal Services	30,557	30,557
36	Other Operating Expense	384,700	384,700

37

38 **SECTION 4. [EFFECTIVE JULY 1, 1999]**

39

40 **PUBLIC SAFETY**

41

42 **A. CORRECTIONS**

43

44 **FOR THE DEPARTMENT OF CORRECTION**

45 **ESCAPEE COUNSEL AND TRIAL EXPENSE**

46	Other Operating Expense	200,000	200,000
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47

48 **COMMUNITY CORRECTIONS PROGRAMS**

49	Total Operating Expense		41,424,730
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DRUG PREVENTION AND OFFENDER TRANSITION FUND

Total Operating Expense	1,000,000	1,000,000
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The above appropriations shall be used for minimum security release programs, transition programs, and supervision and assistance to offenders on parole to assure the successful integration of the offenders into the community without incidents of recidivism (repeat offenses).

COUNTY JAIL MISDEMEANANT HOUSING

Total Operating Expense	4,191,801	4,191,801
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Notwithstanding IC 35-38-3-3, a person sentenced after June 30, 1999, and before July 1, 2001, may not be committed to the department of correction to serve a sentence for a misdemeanor. Notwithstanding IC 11-8-3-3, a county is not eligible for a per diem payment for the commitment of a misdemeanor to a county jail or other local penal facility for any period during a state fiscal year beginning after June 30, 1999, and ending before July 1, 2001. Notwithstanding IC 11-12-6, for purposes of making deposits in a county corrections fund under IC 11-12-6-13 in a fiscal year beginning after June 30, 1999, and ending before July 1, 2002, the level of funding for a county is the level of funding for the county specified in the latest ordinance adopted by the county under IC 11-12-6-9 before May 1, 1999.

ADULT CONTRACT BEDS

Total Operating Expense	10,339,126	10,339,126
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STAFF DEVELOPMENT AND TRAINING

Personal Services	819,793	819,793
Other Operating Expense	347,573	347,573

PAROLE DIVISION

Personal Services	4,569,969	4,569,969
Other Operating Expense	706,625	746,625

CENTRAL EMERGENCY RESPONSE

Personal Services	1,593,583	1,593,583
Other Operating Expense	473,586	473,586

CENTRAL OFFICE

Personal Services	4,572,398	4,572,398
Other Operating Expense	2,223,675	2,223,675

INFORMATION MANAGEMENT SERVICES

Personal Services	1,652,630	1,652,630
Other Operating Expense	1,883,164	1,883,164

JUVENILE TRANSITION

Personal Services	2,950,505	2,950,505
Other Operating Expense	16,384,000	13,384,000

PAROLE BOARD

Personal Services	459,633	459,633
Other Operating Expense	39,500	39,500

DRUG ABUSE PREVENTION

Drug Abuse Fund (IC 11-8-2-11)		
Personal Services	30,030	30,030



	<i>FY 1999-2000 Appropriation</i>	<i>FY 2000-2001 Appropriation</i>	<i>Biennial Appropriation</i>
1	Other Operating Expense	72,000	72,000
2	Augmentation allowed.		
3			
4	WABASH VALLEY CORRECTIONAL FACILITY		
5	Personal Services	30,345,033	30,345,033
6	Other Operating Expense	8,714,757	8,714,757
7	INDIANA STATE PRISON		
8	Personal Services	25,097,677	25,097,677
9	Other Operating Expense	7,502,402	7,502,402
10	VOCATIONAL TRAINING PROGRAM		
11	Total Operating Expense	379,516	379,516
12	PENDLETON CORRECTIONAL FACILITY		
13	Personal Services	24,267,602	24,267,602
14	Other Operating Expense	5,904,655	5,904,655
15	CORRECTIONAL INDUSTRIAL FACILITY		
16	Personal Services	18,242,349	18,242,349
17	Other Operating Expense	3,436,812	3,436,812
18	INDIANA WOMEN'S PRISON		
19	Personal Services	10,229,581	10,229,581
20	Other Operating Expense	1,934,234	1,934,234
21	PUTNAMVILLE CORRECTIONAL FACILITY		
22	Personal Services	24,737,223	24,737,223
23	Other Operating Expense	5,539,172	5,539,172
24	PLAINFIELD JUVENILE CORRECTIONAL FACILITY		
25	Personal Services	12,330,049	12,330,049
26	Other Operating Expense	2,267,358	2,267,358
27	INDIANAPOLIS JUVENILE CORRECTIONAL FACILITY		
28	Personal Services	8,365,829	8,365,829
29	Other Operating Expense	1,239,958	1,239,958
30	PENDLETON JUVENILE CORRECTIONAL FACILITY		
31	Personal Services	3,283,419	10,830,245
32	Other Operating Expense	3,566,311	2,388,129
33	LOGANSFORT INTAKE/DIAGNOSTIC FACILITY		
34	Personal Services	2,200,684	2,200,684
35	Other Operating Expense	592,789	592,789
36	CAMP SUMMIT		
37	Personal Services	1,871,722	1,871,722
38	Other Operating Expense	345,506	345,506
39	BRANCHVILLE CORRECTIONAL FACILITY		
40	Personal Services	14,915,245	14,915,245
41	Other Operating Expense	3,451,313	3,276,313
42	WESTVILLE CORRECTIONAL FACILITY		
43	Personal Services	37,928,026	37,928,026
44	Other Operating Expense	8,811,176	8,811,176
45	WESTVILLE MAXIMUM CONTROL FACILITY		
46	Personal Services	4,295,516	4,295,516
47	Other Operating Expense	642,439	642,439
48	WESTVILLE TRANSITIONAL FACILITY		
49	Personal Services	3,090,466	3,090,466



	<i>FY 1999-2000 Appropriation</i>	<i>FY 2000-2001 Appropriation</i>	<i>Biennial Appropriation</i>
1	Other Operating Expense	320,154	320,154
2	ROCKVILLE CORRECTIONAL FACILITY FOR WOMEN		
3	Personal Services	10,890,068	10,890,068
4	Other Operating Expense	2,474,243	2,474,243
5	PLAINFIELD CORRECTIONAL FACILITY		
6	Personal Services	21,733,660	21,733,660
7	Other Operating Expense	6,108,983	6,108,983
8	RECEPTION AND DIAGNOSTIC CENTER		
9	Personal Services	9,047,209	9,047,209
10	Other Operating Expense	972,197	972,197
11	MIAMI CORRECTIONAL FACILITY		
12	Personal Services	14,481,415	16,681,415
13	Other Operating Expense	8,102,937	6,452,937
14	NEW CASTLE CORRECTIONAL FACILITY		
15	Personal Services	910,040	6,221,620
16	Other Operating Expense	300,000	3,056,000
17	HENRYVILLE CORRECTIONAL FACILITY		
18	Personal Services	1,556,344	1,556,344
19	Other Operating Expense	392,918	392,918
20	CHAIN O' LAKES CORRECTIONAL FACILITY		
21	Personal Services	1,306,689	1,306,689
22	Other Operating Expense	417,943	417,943
23	MEDARYVILLE CORRECTIONAL FACILITY		
24	Personal Services	1,400,265	1,400,265
25	Other Operating Expense	332,616	332,616
26	LAKESIDE CORRECTIONAL FACILITY		
27	Personal Services	3,955,028	3,955,028
28	Other Operating Expense	773,503	773,503
29	ATTERBURY CORRECTIONAL FACILITY		
30	Personal Services	1,619,833	1,619,833
31	Other Operating Expense	385,439	385,439
32	MADISON CORRECTIONAL FACILITY		
33	Personal Services	2,513,147	2,513,147
34	Other Operating Expense	577,883	577,883
35	EDINBURGH CORRECTIONAL FACILITY		
36	Personal Services	2,211,764	2,211,764
37	Other Operating Expense	400,813	400,813
38	FORT WAYNE JUVENILE CORRECTIONAL FACILITY		
39	Personal Services	1,029,403	1,029,403
40	Other Operating Expense	436,471	436,471
41	SOUTH BEND JUVENILE CORRECTIONAL FACILITY		
42	Personal Services	1,587,589	1,587,589
43	Other Operating Expense	399,855	399,855
44	NORTH CENTRAL JUVENILE CORRECTIONAL FACILITY		
45	Personal Services	6,580,100	6,580,100
46	Other Operating Expense	1,383,349	1,383,349
47	SOCIAL SERVICES BLOCK GRANT		
48	General Fund		
49	Total Operating Expense	5,631,137	5,631,137



1	Victim and Witness Assistance Fund (IC 5-2-6-14)		
2	Total Operating Expense	599,400	599,400
3	Augmentation allowed.		

4

5 **VICTIMS OF VIOLENT CRIME ADMINISTRATION**

6	From the General Fund		
7		1,000,000	0
8	From the Violent Crime Victims Compensation Fund (IC 5-2-6.1-40)		
9		2,500,000	2,500,000
10	Augmentation allowed from Violent Crime Victims Compensation Fund.		

11

12 The amounts specified from the General Fund and the Violent Crime Victims Compensation Fund

13 are for the following purposes:

14			
15	Personal Services	151,771	151,771
16	Other Operating Expense	3,348,229	2,348,229

17

18 **STATE DRUG FREE COMMUNITIES FUND**

19	State Drug Free Communities Fund (IC 5-2-10-2)		
20	Total Operating Expense	509,825	509,825
21	Augmentation allowed.		

22

23 **INDIANA SAFE SCHOOLS**

24	General Fund		
25	Total Operating Expense	1	1
26	Indiana Safe Schools Fund (IC 5-2-10.1-2)		
27	Total Operating Expense	1	1

28

29 **LAW ENFORCEMENT ASSISTANCE FUND (IC 5-2-13-4)**

30	General Fund		
31	Total Operating Expense	17,500,000	7,500,000

32

33 **OFFICE OF TRAFFIC SAFETY**

34	Motor Vehicle Highway Account (IC 8-14-1)		
35	Personal Services	983,203	983,203
36	Other Operating Expense	5,286,016	5,286,016
37	Augmentation allowed.		

38

39 **ALCOHOL AND DRUG COUNTERMEASURES**

40	Alcohol and Drug Countermeasures Fund (IC 9-27-2-11)		
41	Total Operating Expense	527,100	527,100
42	Augmentation allowed.		

43

44 **HIGHWAY SAFETY PLAN**

45	Motor Vehicle Highway Account (IC 8-14-1)		
46	Total Operating Expense	1,828,750	1,828,750

47

48 The above appropriations for the highway safety plan are from the motor vehicle

49 highway account, and may be used only to fund traffic safety projects that are included



1 in a current highway safety plan approved by the governor and the budget agency. The
 2 department shall apply to the national highway traffic safety administration
 3 for reimbursement of all eligible project costs. Any federal reimbursement received
 4 by the department for the highway safety plan shall be deposited into the motor
 5 vehicle highway account.

6

7 **FOR THE CORONERS TRAINING BOARD**

8	Coroners Training and Continuing Education Fund (IC 4-23-6.5-8)		
9	Personal Services	165,000	165,000
10	Other Operating Expense	307,050	220,950
11	Augmentation allowed.		

12

13 **FOR THE LAW ENFORCEMENT TRAINING ACADEMY**

14	From the General Fund		
15		2,100,000	2,100,000
16	From the Law Enforcement Academy Training (IC 5-2-1-13)		
17		2,967,427	2,688,406
18	Augmentation allowed from Law Enforcement Academy Training.		

19

20 The amounts specified from the General Fund and the Law Enforcement Academy Training
 21 Fund are for the following purposes:

22

23	Personal Services	2,964,696	2,964,696
24	Other Operating Expense	2,102,731	1,823,710

25

26 **FOR THE INDIANA STATE POLICE AND MOTOR CARRIER INSPECTION**

27	From the General Fund		
28		50,522,379	50,522,379
29	From the Motor Vehicle Highway Account (IC 8-14-1)		
30		50,522,379	50,522,379
31	From the Motor Carrier Regulation Fund (IC 8-2.1-23-1)		
32		4,872,911	4,872,911
33	Augmentation allowed from general fund, motor vehicle highway account, 34 and motor carrier regulation fund.		

35

36 The amounts specified from the General Fund, the Motor Vehicle Highway Account,
 37 and the Motor Carrier Regulation Fund are for the following purposes:

38

39	Personal Services	85,802,029	85,802,029
40	Other Operating Expense	20,115,640	20,115,640

41

42 The above appropriations for personal services and other operating expense include
 43 funds to continue the state police minority recruiting program. In addition to
 44 any funds that may be expended for accident reporting from the "accident report
 45 account" under IC 9-29-11-1, there are included in the appropriations for Indiana
 46 state police and motor carrier inspection such additional funds as necessary for
 47 administering accident reporting as required under IC 9-26-3.

48

49 The foregoing appropriations for the Indiana state police and motor carrier inspection



1 include funds for the police security detail to be provided to the Indiana state
 2 fair board. However, any amount expended to provide security for the Indiana state
 3 fair board may be reimbursed by the Indiana state fair board to such fund from which
 4 the expenditure was made, in accordance with reimbursement schedules recommended
 5 by the budget committee. Augmentation allowed.

6
 7 **DRUG INTERDICTION**

8 **Drug Interdiction Fund (IC 10-1-8-2)**

9 Total Operating Expense	220,000	220,000
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10 **Augmentation allowed.**

11
 12 **PENSION FUND**

13 **General Fund**

14 Total Operating Expense	4,793,521	4,793,521
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15 **Motor Vehicle Highway Account (IC 8-14-1)**

16 Total Operating Expense	4,793,521	4,793,521
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17
 18 The above appropriations shall be paid into the state police pension fund provided
 19 for in IC 10-1-2 in twelve (12) equal installments on or before July 30 and on
 20 or before the 30th of each succeeding month thereafter.

21
 22 **SUPPLEMENTAL PENSION**

23 **General Fund**

24 Total Operating Expense	1,400,000	1,400,000
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25 **Augmentation allowed.**

26
 27 **Motor Vehicle Highway Account (IC 8-14-1)**

28 Total Operating Expense	1,400,000	1,400,000
-----------------------------------	-----------	-----------

29 **Augmentation allowed.**

30
 31 If the above appropriations for supplemental pension for any one (1) year are greater
 32 than the amount actually required under the provisions of IC 10-1-2.6, then the
 33 excess shall be returned proportionately to the funds from which the appropriations
 34 were made. If the amount actually required under IC 10-1-2.6 is greater than the
 35 above appropriations, then, with the approval of the governor and the budget agency,
 36 those sums may be augmented from the general fund and the motor vehicle
 37 highway account.

38
 39 **BENEFIT FUND**

40 **General Fund**

41 Total Operating Expense	1,225,611	1,334,196
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42 **Motor Vehicle Highway Account (IC 8-14-1)**

43 Total Operating Expense	1,225,611	1,334,197
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44
 45 All benefits that accrue to members shall be paid by warrant drawn on the treasurer
 46 of state by the auditor of state on the basis of claims filed and approved by the
 47 trustees of the state police pension and benefit funds created by IC 10-1-2.

48
 49 **ENFORCEMENT AID FUND**



1 **General Fund**
2 **Total Operating Expense** **87,500** **87,500**
3 **Augmentation allowed.**
4
5 **Motor Vehicle Highway Account (IC 8-14-1)**
6 **Total Operating Expense** **87,500** **87,500**
7 **Augmentation allowed.**
8
9 **The above appropriations to the enforcement aid fund are to meet unforeseen emergencies**
10 **of a confidential nature. They are to be expended under the direction of the superintendent**
11 **and to be accounted for solely on the superintendent's certificate.**

12
13 **ACCIDENT REPORTING**
14 **Accident Report Account (IC 9-29-11-1)**
15 **Other Operating Expense** **295,000** **295,000**
16 **Augmentation allowed.**
17

18 **C. REGULATORY AND LICENSING**

19
20 **FOR THE ALCOHOLIC BEVERAGE COMMISSION**
21 **From the General Fund**
22 **1,850,000** **1,850,000**
23 **From the Enforcement and Administration Fund (IC 7.1-4-10-1)**
24 **3,923,017** **3,923,017**
25 **Augmentation allowed from the Enforcement and Administration Fund.**
26

27 **The amounts specified from the General Fund and the Enforcement and Administration**
28 **Fund are for the following purposes:**

29
30 **Personal Services** **4,606,497** **4,499,497**
31 **Other Operating Expense** **1,166,520** **1,273,520**
32

33 **EXCISE OFFICER TRAINING FUND (IC 5-2-8-8)**
34 **Total Operating Expense** **1,900** **1,900**
35 **Augmentation allowed from the Excise Officer Training Fund.**
36

37 **FOR THE STATE BOARD OF ANIMAL HEALTH**
38 **Personal Services** **2,866,951** **2,866,951**
39 **Other Operating Expense** **1,986,002** **1,086,002**
40

41 **INDEMNITY FUND**
42 **Total Operating Expense** **185,000**
43 **Augmentation allowed.**
44

45 **MEAT & POULTRY INSPECTION**
46 **Total Operating Expense** **1,747,472** **1,747,472**
47

48 **FOR THE CIVIL RIGHTS COMMISSION**
49 **Personal Services** **2,001,041** **2,001,041**



1	Other Operating Expense	256,734	256,734	
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2

3 It is the intention of the general assembly that the civil rights commission shall
 4 make application to the federal government for funding related to the federal fair
 5 housing program, the federal fair housing initiatives program, and the federal
 6 employment discrimination program. Federal funds received by the state for these
 7 programs shall be considered as a reimbursement of state expenditures and as such
 8 shall be deposited into the state general fund.

9

10 **FOR THE COMMISSION FOR WOMEN**

11	Personal Services	77,132	77,132	
12	Other Operating Expense	21,772	21,772	

13

14 **FOR THE EMERGENCY MANAGEMENT AGENCY**

15	Personal Services	1,544,357	1,544,357	
16	Other Operating Expense	568,921	568,921	

17 **EMERGENCY MANAGEMENT AGENCY CONTINGENCY FUND**

18	Total Operating Expense	250,000	250,000	
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19 **EARTHQUAKE PROGRAM MATCH**

20	Total Operating Expense	25,883	25,883	
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21

22 **DISASTER PREPAREDNESS IMPROVEMENT GRANT MATCH**

23	Total Operating Expense	50,000	50,000	
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24 **DIRECTION CONTROL AND WARNING**

25	Total Operating Expense	31,750	31,750	
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26 **INDIVIDUAL AND FAMILY ASSISTANCE**

27	Total Operating Expense	1	1	
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28 Augmentation allowed.

29

30 **PUBLIC ASSISTANCE**

31	Total Operating Expense	1	1	
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32 Augmentation allowed.

33

34 **HAZARD MITIGATION ASSISTANCE PROGRAM**

35	Total Operating Expense	1	1	
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36 Augmentation allowed.

37

38 The above appropriations for the emergency management agency represent the total
 39 program cost for civil defense and for emergency medical services for each fiscal
 40 year. It is the intent of the general assembly that the emergency management agency
 41 apply to the Federal Emergency Management Agency for all federal reimbursement
 42 funds for which Indiana is eligible. All funds received shall be deposited into
 43 the state general fund.

44

45 The above appropriations for the emergency management agency contingency fund are
 46 made to the contingency fund under IC 10-4-1-22. The above appropriations
 47 shall be in addition to any unexpended balances in the fund as of June 30, 1999.

48

49 **FOR THE DEPARTMENT OF FIRE AND BUILDING SERVICES**



	<i>FY 1999-2000</i>	<i>FY 2000-2001</i>	<i>Biennial</i>
	<i>Appropriation</i>	<i>Appropriation</i>	<i>Appropriation</i>
1	Fire and Building Services Fund (IC 22-12-6-1)		
2	7,015,338	7,015,338	
3	1,536,033	1,536,033	
4	Augmentation allowed.		
5			
6	FOR THE PUBLIC SAFETY TRAINING INSTITUTE		
7	Fire and Building Services Fund (IC 22-12-6-1)		
8	694,735	698,735	
9	556,900	556,900	
10	Augmentation allowed.		
11			
12	FOR THE DEPARTMENT OF FINANCIAL INSTITUTIONS		
13	Financial Institutions Fund (IC 28-11-2-9)		
14	4,273,949	4,255,524	
15	1,481,157	1,499,582	
16	Augmentation allowed.		
17			
18	FOR THE HEALTH PROFESSIONS SERVICE BUREAU		
19	1,506,614	1,506,614	
20	857,543	857,543	
21			
22	FOR THE WORKER'S COMPENSATION BOARD		
23	1,639,971	1,639,971	
24	176,507	176,507	
25			
26	FOR THE INSURANCE DEPARTMENT		
27	From the General Fund		
28	3,800,000	3,800,000	
29	From the Department of Insurance Fund (IC 27-1-3-28)		
30	1,532,810	1,532,810	
31	Augmentation allowed from Department of Insurance Fund.		
32			
33	The amounts specified from the General Fund and the Department of Insurance Fund		
34	are for the following purposes:		
35			
36	4,376,095	4,376,095	
37	956,715	956,715	
38			
39	BAIL BOND DIVISION		
40	Bail Bond Enforcement and Administration Fund (IC 27-10-5-1)		
41	64,417	64,417	
42	25,425	25,425	
43	Augmentation allowed.		
44			
45	PATIENTS' COMPENSATION AUTHORITY		
46	Patients' Compensation Fund (IC 34-18-6-1)		
47	829,067	829,068	
48	74,012	74,012	
49	Augmentation allowed.		



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POLITICAL SUBDIVISION RISK MANAGEMENT		
Political Subdivision Risk Management Fund (IC 27-1-29-10)		
Personal Services	209,539	209,539
Other Operating Expense	10,811,361	10,811,361
Augmentation allowed.		
MINE SUBSIDENCE INSURANCE		
Mine Subsidence Insurance Fund (IC 27-7-9-7)		
Personal Services	106,513	106,513
Other Operating Expense	241,453	241,453
Augmentation allowed.		
FOR THE PROFESSIONAL LICENSING AGENCY		
Personal Services	1,650,743	1,650,743
Other Operating Expense	941,492	941,492
EMBALMERS AND FUNERAL DIRECTORS EDUCATION FUND (IC 25-15-9-13)		
Total Operating Expense	5,500	5,500
Augmentation allowed.		
FOR THE BUREAU OF MOTOR VEHICLES		
Motor Vehicle Highway Account (IC 8-14-1)		
Personal Services	16,873,553	16,873,553
Other Operating Expense	18,613,850	18,571,260
LICENSE PLATES		
Motor Vehicle Highway Account (IC 8-14-1)		
Total Operating Expense	9,803,875	9,803,875
ABANDONED VEHICLES		
Abandoned Vehicle Fund (IC 9-22-1-28)		
Total Operating Expense	29,300	29,300
Augmentation allowed.		
FINANCIAL RESPONSIBILITY COMPLIANCE VERIFICATION		
Financial Responsibility Compliance Verification Fund (IC 9-25-9-7)		
Total Operating Expense	8,988,468	6,163,468
Augmentation allowed.		
Notwithstanding IC 9-25-9-7, the above appropriation shall be spent to upgrade the branch and bureau information technology systems.		
FOR THE UTILITY REGULATORY COMMISSION		
Public Utility Fund (IC 8-1-6-1)		
Personal Services	3,963,791	3,963,791
Other Operating Expense	1,865,996	1,865,996
Augmentation allowed.		
FOR THE UTILITY CONSUMER COUNSELOR		
Public Utility Fund (IC 8-1-6-1)		
Personal Services	3,195,299	3,195,299



	<i>FY 1999-2000 Appropriation</i>	<i>FY 2000-2001 Appropriation</i>	<i>Biennial Appropriation</i>
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1 SECTION 5. [EFFECTIVE JULY 1, 1999]

2

3 CONSERVATION AND ENVIRONMENT

4

5 A. FOR THE DEPARTMENT OF NATURAL RESOURCES - ADMINISTRATION

6 Personal Services 3,021,711 3,021,711

7 Other Operating Expense 1,218,097 1,218,097

8

9 DEPARTMENT OF NATURAL RESOURCES FINANCIAL MANAGEMENT

10 Personal Services 132,558 132,558

11 Other Operating Expense 104,279 104,279

12 ENTOMOLOGY AND PLANT PATHOLOGY DIVISION

13 Personal Services 568,373 568,373

14 Other Operating Expense 90,408 90,408

15

16 ENTOMOLOGY AND PLANT PATHOLOGY FUND (IC 14-24-10-3)

17 Total Operating Expense 5,760

18 Augmentation allowed.

19

20 ENGINEERING DIVISION

21 Personal Services 1,268,244 1,268,244

22 Other Operating Expense 107,404 107,404

23

24 STATE MUSEUM

24 Personal Services 1,781,930 2,119,472

25 Other Operating Expense 600,500 887,500

26

26 STATE HISTORIC SITES

27 Personal Services 2,006,541 2,006,541

28 Other Operating Expense 428,499 428,499

29

30 From the above appropriation, \$75,000 in each state fiscal year shall be used for
31 the Grissom Museum.

32

33 HISTORIC PRESERVATION DIVISION

34 Personal Services 603,145 603,145

35 Other Operating Expense 60,820 60,820

36

36 OUTDOOR RECREATION DIVISION

37 Personal Services 785,655 785,655

38 Other Operating Expense 153,313 153,313

39

39 SNOWMOBILE/OFFROAD VEHICLE LICENSING FUND

40 Snowmobile/Offroad Licensing Fund (IC 14-16-2-8)

41 Total Operating Expense 62,443 78,707

42

42 Augmentation allowed.

43

44 NATURE PRESERVES DIVISION

45 Personal Services 668,942 668,942

46 Other Operating Expense 55,299 55,299

47

47 WATER DIVISION

48 Personal Services 4,274,677 4,276,099

49 Other Operating Expense 1,567,414 1,616,664



1
2 **All revenues accruing from state and local units of government and from private utilities**
3 **and industrial concerns as the result of water resources study projects, and as a**
4 **result of topographic and other mapping projects, shall be deposited into the state**
5 **general fund, and such receipts are hereby appropriated, in addition to the foregoing**
6 **amounts, for water resources studies.**

7
8 **GREAT LAKES COMMISSION**

9 **Other Operating Expense** 46,000 46,000

10 **SOIL CONSERVATION DIVISION - T by 2000**

11 **Department of Natural Resources Cigarette Tax Fund (IC 6-7-1-28.1)**

12 **Personal Services** 3,056,575 3,056,575

13 **Other Operating Expense** 2,237,921 2,262,676

14 **Augmentation allowed.**

15
16 **LAKE AND RIVER ENHANCEMENT**

17 **Lake and River Enhancement Fund (IC 6-6-11-12.5)**

18 **Total Operating Expense** 6,000,000

19 **Augmentation allowed.**

20
21 **OIL AND GAS DIVISION**

22 **From the General Fund**

23 489,000 489,000

24 **From the Oil and Gas Environmental Fund (IC 14-37-10-2)**

25 200,000 200,000

26 **From the Oil and Gas Fund (IC 6-8-1-27)**

27 639,248 639,248

28 **Augmentation allowed from Oil and Gas Environmental Fund and Oil and Gas Fund.**

29
30 **The amounts specified from the General Fund, the Oil and Gas Environmental Fund,**
31 **and the Oil and Gas Fund are for the following purposes:**

32
33 **Personal Services** 1,068,912 1,069,270

34 **Other Operating Expense** 259,336 258,978

35
36 **STATE PARKS DIVISION**

37 **From the General Fund**

38 8,001,506 8,015,856

39 **From the State Parks Special Revenue Fund (IC 14-19-4-2)**

40 9,732,471 9,779,748

41 **Augmentation allowed from State Parks Special Revenue Fund.**

42
43 **The amounts specified from the General Fund and the State Parks Special Revenue Fund**
44 **are for the following purposes:**

45
46 **Personal Services** 13,808,701 13,864,828

47 **Other Operating Expense** 3,925,276 3,930,776

48
49 **LAW ENFORCEMENT DIVISION**



1 **From the General Fund**
2 **9,480,000 9,480,000**
3 **From the Fish and Wildlife Fund (IC 14-22-3-2)**
4 **9,146,777 9,077,877**
5 **Augmentation allowed from the Fish and Wildlife Fund.**

6
7 **The amounts specified from the General Fund and the Fish and Wildlife Fund are for**
8 **the following purposes:**

9			
10	Personal Services	14,275,712	14,275,712
11	Other Operating Expense	4,351,065	4,282,165

12
13 **DEER RESEARCH AND MANAGEMENT**
14 **Deer Research and Management Fund (IC 14-22-5-2)**
15 **Personal Services 1,070 1,070**
16 **Other Operating Expense 57,105 57,105**
17 **Augmentation allowed.**

18
19 **FISH AND WILDLIFE DIVISION**
20 **Fish and Wildlife Fund (IC 14-22-3-2)**
21 **Personal Services 10,659,441 10,659,441**
22 **Other Operating Expense 3,910,146 3,910,146**
23 **Augmentation allowed.**

24
25 **FORESTRY DIVISION**
26 **From the General Fund**
27 **1,954,000 1,954,000**
28 **From the Division of Forestry (IC 14-23-1)**
29 **6,871,498 6,871,498**
30 **Augmentation allowed from Division of Forestry.**

31
32 **The amounts specified from the General Fund and the Division of Forestry Fund are**
33 **for the following purposes:**

34			
35	Personal Services	7,173,718	7,173,718
36	Other Operating Expense	1,651,780	1,651,780

37
38 **All money expended by the division of forestry of the department of natural resources**
39 **for the detention and suppression of forest, grassland, and wasteland fires shall**
40 **be through the enforcement division of the department, and the employment with such**
41 **money of all personnel, with the exception of emergency labor, shall be in accordance**
42 **with IC 14-9-8.**

43
44 **RESERVOIR MANAGEMENT DIVISION**
45 **From the General Fund**
46 **2,932,000 2,932,000**
47 **From the Reservoir Management Division (IC 14-19-5-2)**
48 **5,233,187 5,233,187**
49 **Augmentation allowed from Reservoir Management Division.**



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The amounts specified from the General Fund and the Reservoir Management Division are for the following purposes:

Personal Services	6,299,889	6,299,889
Other Operating Expense	1,865,298	1,865,298

RECLAMATION DIVISION

From the General Fund

350,000	350,000
---------	---------

From the Natural Resources Reclamation Fund (IC 14-34-14-2)

4,504,040	4,504,040
-----------	-----------

Augmentation allowed from the Natural Resources Reclamation Fund.

The amounts specified from the General Fund and the Natural Resources Reclamation Fund are for the following purposes:

Personal Services	4,118,060	4,108,384
Other Operating Expense	735,980	745,656

In addition to any of the foregoing appropriations for the department of natural resources, any federal funds received by the state of Indiana for support of approved outdoor recreation projects for planning, acquisition, and development under the provisions of the federal Land and Water Conservation Fund Act, P.L.88-578, are appropriated for the uses and purposes for which the funds were paid to the state, and shall be distributed by the department of natural resources to state agencies and other governmental units in accordance with the provisions under which the funds were received.

LEGISLATORS' TREES

Total Operating Expense	33,692
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FOR THE WHITE RIVER PARK COMMISSION

Total Operating Expense	1,403,043	1,403,043
-------------------------	-----------	-----------

FOR THE WORLD WAR MEMORIAL COMMISSION

Personal Services	742,319	742,319
Other Operating Expense	246,009	246,009

All revenues received as rent for space in the buildings located at 777 North Meridian Street and 700 North Pennsylvania Street, in the city of Indianapolis, that exceed the costs of operation and maintenance of the space rented, shall be paid into the general fund. The American Legion shall provide for the complete maintenance of the interior of these buildings.

FOR THE ST. JOSEPH RIVER BASIN COMMISSION

Total Operating Expense	70,300	70,300
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B. DEPARTMENT OF ENVIRONMENTAL MANAGEMENT



1	FOR THE DEPARTMENT OF ENVIRONMENTAL MANAGEMENT		
2	ADMINISTRATION		
3	Personal Services	5,220,834	5,220,834
4	Other Operating Expense	5,145,466	5,145,466
5			
6	OFFICE OF PUBLIC POLICY AND PLANNING		
7	Personal Services	1,205,165	1,205,165
8	Other Operating Expense	220,382	220,382
9			
10	OHIO RIVER VALLEY WATER SANITATION COMMISSION		
11	General Fund		
12	Total Operating Expense	152,444	152,444
13	Environmental Management Special Fund (IC 13-14-12-1)		
14	Total Operating Expense	71,656	71,656
15	Augmentation allowed from the Environmental Management Special Fund.		
16			
17	OFFICE OF ENVIRONMENTAL RESPONSE		
18	Personal Services	2,411,408	2,411,408
19	Other Operating Expense	644,560	644,560
20			
21	POLLUTION PREVENTION AND TECHNICAL ASSISTANCE		
22	Personal Services	800,886	800,886
23	Other Operating Expense	519,887	519,887
24			
25	U.S. GEOLOGICAL SURVEY CONTRACTS		
26	Total Operating Expense	62,890	62,890
27			
28	STATE SOLID WASTE GRANTS MANAGEMENT		
29	State Solid Waste Management Fund (IC 13-20-22-2)		
30	Personal Services	327,788	327,788
31	Other Operating Expense	1,439,257	1,439,257
32	Augmentation allowed.		
33			
34	WASTE TIRE MANAGEMENT		
35	Waste Tire Management Fund (IC 13-20-13-8)		
36	Total Operating Expense	2,644,338	2,644,338
37	Augmentation allowed.		
38			
39	VOLUNTARY CLEAN-UP PROGRAM		
40	Voluntary Remediation Fund (IC 13-25-5-21)		
41	Personal Services	504,138	504,138
42	Other Operating Expense	395,862	395,862
43	Augmentation allowed.		
44			
45	TITLE V AIR PERMIT PROGRAM		
46	Title V Operating Permit Program Trust Fund (IC 13-17-8-1)		
47	Personal Services	5,704,613	5,704,613
48	Other Operating Expense	2,955,747	2,955,747
49	Augmentation allowed.		



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WATER MANAGEMENT PERMITTING

From the General Fund

2,272,976	2,272,976	
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From the Environmental Management Permit Operation Fund (IC 13-15-11-1)

4,031,432	4,031,432	
-----------	-----------	--

Augmentation allowed from the Environmental Management Permit Operation Fund.

The amounts specified from the General Fund and the Environmental Management Permit Operation Fund are for the following purposes:

Personal Services	4,802,164	4,802,164
Other Operating Expense	1,502,244	1,502,244

SOLID WASTE MANAGEMENT PERMITTING

From the General Fund

2,310,320	2,310,320	
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From the Environmental Management Permit Operation Fund (IC 13-15-11-1)

2,740,907	2,740,907	
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Augmentation allowed from the Environmental Management Permit Operation Fund.

The amounts specified from the General Fund and the Environmental Management Permit Operation Fund are for the following purposes:

Personal Services	4,441,601	4,441,601
Other Operating Expense	609,626	609,626

HAZARDOUS WASTE MANAGEMENT PERMITTING

From the General Fund

2,311,361	2,311,361	
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From the Environmental Management Permit Operation Fund (IC 13-15-11-1)

1,642,845	1,642,845	
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Augmentation allowed from the Environmental Management Permit Operation Fund.

The amounts specified from the General Fund and the Environmental Management Permit Operation Fund are for the following purposes:

Personal Services	3,364,449	3,364,449
Other Operating Expense	589,757	589,757

VOLUNTARY COMPLIANCE

Voluntary Compliance Fund (IC 13-28-2-1)

Personal Services	139,413	139,413
Other Operating Expense	224,621	224,621

Augmentation allowed.

ENVIRONMENTAL MANAGEMENT SPECIAL FUND - OPERATING

Environmental Management Special Fund (IC 13-14-12-1)

Total Operating Expense	1,000,000	1,000,000
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1	Augmentation allowed.		
2			
3	WETLANDS PROTECTION		
4	Personal Services	24,494	24,494
5	Other Operating Expense	26,215	26,215
6			
7	WATERSHED MANAGEMENT		
8	Environmental Management Special Fund (IC 13-14-12-1)		
9	Total Operating Expense	35,400	35,400
10	Augmentation allowed.		
11			
12	CLEAN VESSEL PUMPOUT		
13	Environmental Management Special Fund (IC 13-14-12-1)		
14	Total Operating Expense	66,667	66,667
15	Augmentation allowed.		
16			
17	GROUNDWATER PROGRAM		
18	Total Operating Expense	241,600	241,600
19			
20	UNDERGROUND STORAGE TANK PROGRAM		
21	Underground Petroleum Storage Tank Trust Fund (IC 13-23-6-1)		
22	Total Operating Expense	62,166	62,166
23	Augmentation allowed.		
24			
25	AIR MANAGEMENT OPERATING		
26	From the General Fund		
27	1,812,105	1,812,105	
28	From the Environmental Management Special Fund (IC 13-14-12-1)		
29	800,000	800,000	
30	Augmentation allowed from the Environmental Management Special Fund.		
31			
32	The amounts specified from the General Fund and the Environmental Management Special		
33	Fund are for the following purposes:		
34			
35	Personal Services	1,792,213	1,792,213
36	Other Operating Expense	819,892	819,892
37			
38	LEAD-BASED PAINT ACTIVITIES PROGRAM		
39	Lead Trust Fund (IC 13-17-14-6)		
40	Personal Services	15,356	15,356
41	Other Operating Expense	342,100	342,100
42	Augmentation allowed.		
43			
44	WATER MANAGEMENT NON-PERMITTING		
45	Personal Services	3,048,444	3,048,444
46	Other Operating Expense	544,597	544,597
47			
48	GREAT LAKES INITIATIVE		
49	Environmental Management Special Fund (IC 13-14-12-1)		



		<i>FY 1999-2000</i>	<i>FY 2000-2001</i>	<i>Biennial</i>
		<i>Appropriation</i>	<i>Appropriation</i>	<i>Appropriation</i>
1	Total Operating Expense	95,000	95,000	
2	Augmentation allowed.			
3				
4	COASTAL MANAGEMENT (POLLUTION PREVENTION INCENTIVES)			
5	Total Operating Expense	22,636	22,636	
6				
7	OPERATOR TRAINING			
8	Total Operating Expense	42,301	42,301	
9				
10	SAFE DRINKING WATER			
11	From the General Fund			
12	572,489	572,489		
13	From the Environmental Management Special Fund (IC 13-14-12-1)			
14	47,515	47,515		
15	Augmentation allowed from the Environmental Management Special Fund.			
16				
17	The amounts specified from the General Fund and the Environmental Management Special			
18	Fund are for the following purposes:			
19				
20	Personal Services	446,206	446,206	
21	Other Operating Expense	173,798	173,798	
22				
23	LEAKING UNDERGROUND STORAGE TANKS			
24	Underground Petroleum Storage Tank Trust Fund (IC 13-23-6-1)			
25	Personal Services	79,404	79,404	
26	Other Operating Expense	28,692	28,692	
27	Augmentation allowed.			
28				
29	CORE SUPERFUND			
30	Hazardous Substances Response Trust Fund (IC 13-25-4-1)			
31	Total Operating Expense	186,472	186,472	
32	Augmentation allowed.			
33				
34	OFFICE OF LEGAL AFFAIRS AND ENFORCEMENT			
35	Personal Services	3,281,545	3,281,545	
36	Other Operating Expense	610,972	610,972	
37				
38	AUTO EMISSIONS TESTING PROGRAM			
39	Personal Services			387,148
40	Other Operating Expense			10,063,478
41				
42	HAZARDOUS WASTE SITE - STATE CLEAN-UP			
43	Hazardous Substances Response Trust Fund (IC 13-25-4-1)			
44	Personal Services	750,029	750,029	
45	Other Operating Expense	1,344,261	1,344,261	
46	Augmentation allowed.			
47				
48	HAZARDOUS WASTE SITES - NATURAL RESOURCE DAMAGES			
49	Hazardous Substances Response Trust Fund (IC 13-25-4-1)			



	<i>FY 1999-2000 Appropriation</i>	<i>FY 2000-2001 Appropriation</i>	<i>Biennial Appropriation</i>
1	Personal Services	99,009	99,009
2	Other Operating Expense	700,991	700,991
3	Augmentation allowed.		
4			
5	SUPERFUND MATCH		
6	Hazardous Substances Response Trust Fund (IC 13-25-4-1)		
7	Total Operating Expense	354,985	354,985
8	Augmentation allowed.		
9			
10	HOUSEHOLD HAZARDOUS WASTE		
11	Hazardous Substances Response Trust Fund (IC 13-25-4-1)		
12	Personal Services	45,492	45,492
13	Other Operating Expense	246,508	246,508
14	Augmentation allowed.		
15			
16	LABORATORY CONTRACTS		
17	General Fund		
18	Total Operating Expense	1,454,796	1,454,796
19	Environmental Management Special Fund (IC 13-14-12-1)		
20	Total Operating Expense	445,204	445,204
21	Hazardous Substances Response Trust Fund (IC 13-25-4-1)		
22	Total Operating Expense	1,318,000	1,318,000
23	Augmentation allowed from the Environmental Management Special Fund and the		
24	Hazardous Substances Response Trust Fund.		
25			
26	ASBESTOS TRUST - OPERATING		
27	Asbestos Trust Fund (IC 13-17-6-3)		
28	Personal Services	431,494	431,494
29	Other Operating Expense	46,119	46,119
30	Augmentation allowed.		
31			
32	PETROLEUM TRUST - OPERATING		
33	Underground Petroleum Storage Tank Trust Fund (IC 13-23-6-1)		
34	Personal Services	370,160	370,160
35	Other Operating Expense	300,430	300,430
36	Augmentation allowed.		
37			
38	UNDERGROUND PETROLEUM STORAGE TANK - OPERATING		
39	Underground Petroleum Storage Tank Excess Liability Fund (IC 13-23-7-1)		
40	Personal Services	273,406	273,406
41	Other Operating Expense	18,402,706	18,402,706
42	Augmentation allowed.		
43			
44	Notwithstanding any other law, with the approval of the governor and the budget agency,		
45	the above appropriations for water management permitting, hazardous waste management		
46	permitting, wetlands protection, watershed management, groundwater program, underground		
47	storage tank program, air management operating, lead-based paint activities program,		
48	water management non-permitting, coastal management (pollution prevention incentives),		
49	and safe drinking water may be used to fund activities incorporated into a performance		



1 partnership grant between the United States Environmental Protection Agency and the
 2 department of environmental management.

3

4 **FOR THE OFFICE OF ENVIRONMENTAL ADJUDICATION**

5 Personal Services	167,691	167,691
6 Other Operating Expense	102,939	102,939

7

8 **FOR THE CLEAN MANUFACTURING TECHNOLOGY BOARD**

9 Total Operating Expense	475,000	475,000
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10

11 **SECTION 6. [EFFECTIVE JULY 1, 1999]**

12

13 **ECONOMIC DEVELOPMENT**

14

15 **A. AGRICULTURE**

16

17 **FOR THE LIEUTENANT GOVERNOR**

18 **OFFICE OF THE COMMISSIONER OF AGRICULTURE**

19 Personal Services	1,188,863	1,188,863
20 Other Operating Expense	251,202	251,202

21 **VALUE ADDED RESEARCH FUND**

22 Total Operating Expense	400,000	400,000
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23 **FARM COUNSELING PROGRAM**

24 Total Operating Expense	300,000	300,000
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25

26 **B. COMMERCE**

27

28 **FOR THE DEPARTMENT OF COMMERCE**

29 **ADMINISTRATIVE AND FINANCIAL SERVICES**

30 Personal Services	1,843,108	1,843,108
31 Other Operating Expense	1,522,260	1,522,260

32 **BUSINESS DEVELOPMENT**

33 Personal Services	821,765	821,765
34 Other Operating Expense	164,322	164,322

35 **TOURISM AND FILM DEVELOPMENT**

36 Personal Services	517,889	517,889
37 Other Operating Expense	276,256	276,256

38 **MARKETING AND COMMUNICATIONS**

39 Personal Services	591,968	591,968
40 Other Operating Expense	40,000	40,000

41 **MAIN STREET PROGRAM**

42 Personal Services	97,846	97,846
43 Other Operating Expense	71,195	71,195

44 **INTERNATIONAL TRADE**

45 Personal Services	1,688,785	1,688,785
46 Other Operating Expense	357,204	357,204

47 **COMMUNITY ECONOMIC DEVELOPMENT**

48 Personal Services	370,285	370,285
49 Other Operating Expense	83,840	83,840



	<i>FY 1999-2000 Appropriation</i>	<i>FY 2000-2001 Appropriation</i>	<i>Biennial Appropriation</i>
1	OFFICE OF ENERGY POLICY		
2			
3	198,553	198,553	
4	28,000	28,000	
5	STATE ENERGY PROGRAM		
6			
7	96,794	96,794	
8	ENTERPRISE ZONE PROGRAM		
9			
10			
11			
12	Indiana Enterprise Zone Fund (IC 4-4-6.1)		
13			
14	177,105	177,105	
15	Augmentation allowed.		
16			
17	RECYCLING OPERATING		
18			
19	Indiana Recycling Promotion and Assistance Fund (IC 4-23-5.5-14)		
20			
21	54,407	54,407	
22	23,567	23,567	
23	Augmentation allowed.		
24			
25	RECYCLING PROMOTION AND ASSISTANCE PROGRAM		
26			
27	Indiana Recycling Promotion and Assistance Fund (IC 4-23-5.5-14)		
28			
29	760,000	760,000	
30	Augmentation allowed.		
31			
32	WASTE TIRE MANAGEMENT		
33			
34	Waste Tire Management Fund (IC 13-20-13-8)		
35			
36	268,709	268,709	
37	Augmentation allowed.		
38			
39	BUSINESS AND TOURISM PROMOTION FUND		
40			
41			10,000,000
42	COMMUNITY PROMOTION MATCHING FUND		
43			
44			500,000
45	ECONOMIC DEVELOPMENT FUND		
46			
47			1,500,000
48	INDUSTRIAL DEVELOPMENT GRANT FUND		
49			
50			8,400,000
51	LOCAL ECONOMIC DEVELOPMENT ORGANIZATION/ REGIONAL ECONOMIC DEVELOPMENT ORGANIZATION (LEDO/REDO) MATCHING GRANT PROGRAM		
52			
53			2,000,000
54	STRATEGIC DEVELOPMENT FUND		
55			
56			200,000
57	TOURISM INFORMATION AND PROMOTION FUND		
58			
59	300,000	300,000	
60	TRADE PROMOTION FUND		



	<i>FY 1999-2000 Appropriation</i>	<i>FY 2000-2001 Appropriation</i>	<i>Biennial Appropriation</i>
1	Total Operating Expense	200,000	200,000
2			
3	TRAINING 2000 FUND		
4	Total Operating Expense		26,000,000
5	ECONOMIC DEVELOPMENT COUNCIL		
6	Total Operating Expense	332,500	332,500
7			
8	INDIANA DEVELOPMENT FINANCE AUTHORITY (IDFA)		
9	PROJECT GUARANTY FUND		
10	Total Operating Expense		750,000
11			
12	BUSINESS DEVELOPMENT LOAN FUND		
13	Total Operating Expense		2,000,000
14	CAPITAL ACCESS PROGRAM		
15	Total Operating Expense		2,000,000
16			
17	The above appropriation for the capital access program may be used as the state match		
18	requirement for the federal capital access program. Of the foregoing appropriation,		
19	up to \$500,000 may be used for multi-bank community development corporation startup		
20	grants.		
21			
22	LABOR/MANAGEMENT COUNCIL		
23	Total Operating Expense	300,000	300,000
24			
25	ENVIRONMENTAL REMEDIATION REVOLVING LOAN FUND SUBACCOUNT		
26	Total Operating Expense		5,000,000
27			
28	SMALL BUSINESS DEVELOPMENT CORPORATION (ISBD)		
29	Total Operating Expense	1,540,000	1,540,000
30			
31	Of the foregoing appropriation for the small business development corporation (SBDC),		
32	\$500,000 shall be allocated to the minority business financial assistance program		
33	to capitalize the SBDC microloan program.		
34			
35	The budget agency may not make an allotment of funds appropriated to the business		
36	and tourism promotion fund, the industrial development grant fund, the LEDO/REDO		
37	matching grant program, the strategic development fund, the training 2000 fund, the		
38	IDFA project guaranty fund, or the SBDC small business incubator fund until the budget		
39	committee has reviewed the sums requested for allotment.		
40			
41	INDIANA TRANSPORTATION FINANCE AUTHORITY - AIRPORT FACILITIES		
42	Total Operating Expense	18,089,131	18,442,553
43	INDIANA INDIVIDUAL DEVELOPMENT ACCOUNTS		
44	Total Operating Expense	1,000,000	1,000,000
45			
46	The foregoing appropriations to the department of commerce are made instead of the		
47	appropriations made in HEA 1425-1997. Up to \$100,000 of the above appropriation for		
48	individual development accounts may be used each year for administrative costs. The		
49	department shall provide to the family and social services administration adequate		



1 information regarding TANF eligibility of participants for purposes of meeting federal
 2 maintenance of effort requirements.

3
 4 **C. EMPLOYMENT SERVICES**

5
 6 **FOR THE DEPARTMENT OF WORKFORCE DEVELOPMENT**
 7 **DIVISION OF EMPLOYMENT AND TRAINING SERVICES**
 8 **OFFICE OF OCCUPATIONAL DEVELOPMENT - O.I.C.**

9 **Total Operating Expense** **200,000** **200,000**

10
 11 The above appropriations for the department of workforce development, division of
 12 employment and training services, shall be used to carry out the purposes of IC 22-4-40.

13
 14 **TRAINING PROGRAMS**

15 **Total Operating Expense** **3,280,000** **3,280,000**

16 **ADMINISTRATION**

17 **Total Operating Expense** **1,301,022** **1,301,022**

18
 19 **OFFICE OF WORKFORCE LITERACY**

20 **Total Operating Expense** **650,000** **650,000**

21
 22 **VOCATIONAL EDUCATION EQUIPMENT REPLACEMENT ALLOCATION**

23 **Total Operating Expense** **1,178,195** **1,178,195**

24
 25 Transfer appropriations shall be made to the respective institution's operating account
 26 by the auditor of state based on the allocations specified below.

27
 28 **INDIANA UNIVERSITY- REGIONAL CAMPUSES**
 29 **EAST**

30 **10,755** **10,755**

31 **NORTHWEST**

32 **22,627** **22,627**

33 **SOUTH BEND**

34 **12,006** **12,006**

35 **INDIANA UNIVERSITY - PURDUE UNIVERSITY AT INDIANAPOLIS (IUPUI)**

36 **44,067** **44,067**

37 **INDIANA UNIVERSITY - PURDUE UNIVERSITY AT FORT WAYNE**

38 **25,926** **25,926**

39 **PURDUE UNIVERSITY - REGIONAL CAMPUSES**
 40 **LAFAYETTE**

41 **36,019** **36,019**

42 **CALUMET**

43 **18,009** **18,009**

44 **NORTH CENTRAL**

45 **13,853** **13,853**

46 **VINCENNES UNIVERSITY**

47 **93,081** **93,081**

48 **IVY TECH STATE COLLEGE**

49 **901,852** **901,852**



1
2 SECTION 7. [EFFECTIVE JULY 1, 1999]

3
4 TRANSPORTATION

5
6 FOR THE DEPARTMENT OF TRANSPORTATION

7
8 For the conduct and operation of the department of transportation, the following
9 sums are appropriated for the periods designated, from the state general fund, the
10 public mass transportation fund, the industrial rail service fund, the state highway
11 fund, the motor vehicle highway account, the distressed road fund, the state highway
12 road construction and improvement fund, the motor carrier regulation fund, and the
13 crossroads 2000 fund.

14
15 A. ADMINISTRATION

16
17 From the General Fund

79,825	82,985	
--------	--------	--

18
19 From the Public Mass Transportation Fund (IC 8-23-3-8)

192,436	200,052	
---------	---------	--

20
21 From the Industrial Rail Service Fund (IC 8-3-1.7-2)

28,509	29,637	
--------	--------	--

22
23 From the State Highway Fund (IC 8-23-9-54)

411,956	428,260	
---------	---------	--

24
25 Augmentation allowed from the Public Mass Transportation Fund.

26
27 The amounts specified from the General Fund and the Public Mass Transportation Fund
28 are for the following purposes:

Personal Services	532,037	551,767
Other Operating Expense	180,689	189,167

29
30
31
32 The above appropriations may be used to match federal funds available for planning
33 and administration of transportation in Indiana.

34
35 RAILROAD GRADE CROSSING IMPROVEMENT

Total Operating Expense	500,000	500,000
-------------------------	---------	---------

36
37
38 B. INTERMODAL OPERATING

39
40 From the General Fund

535,123	549,695	
---------	---------	--

41
42 From the State Highway Fund (IC 8-23-9-54)

239,340	245,858	
---------	---------	--

43
44 From the Public Mass Transportation Fund (IC 8-23-3-8)

551,911	566,942	
---------	---------	--

45
46 From the Industrial Rail Service Fund (IC 8-3-1.7-2)

314,715	323,285	
---------	---------	--

47
48 Augmentation allowed from the State Highway Fund, Public Mass Transportation Fund
49 and Industrial Rail Service Fund.



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49

The amounts specified from the General Fund, the State Highway Fund, the Public Mass Transportation Fund, and the Industrial Rail Service Fund are for the following purposes:

Personal Services	1,398,213	1,448,436
Other Operating Expense	242,876	237,344

INTERMODAL GRANT PROGRAM

General Fund

Total Operating Expense	30,000	30,000
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Public Mass Transportation Fund (IC 8-23-3-8)

Total Operating Expense	10,000	10,000
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Industrial Rail Service Fund (IC 8-3-1.7-2)

Total Operating Expense	7,000	7,000
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Augmentation allowed from Public Mass Transportation Fund and the Industrial Rail Service Fund.

HIGH SPEED RAIL

High Speed Rail Development Fund (IC 8-23-25-1)

Total Operating Expense		21,000
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Augmentation allowed.

PUBLIC MASS TRANSPORTATION

Public Mass Transportation Fund (IC 8-23-3-8)

Matching Funds	27,026,132	28,107,175
----------------	------------	------------

Augmentation allowed.

The appropriations are to be used solely for the promotion and development of public transportation. The department of transportation shall allocate funds based on a formula approved by the commissioner of the department of transportation.

The department of transportation may distribute public mass transportation funds to an eligible grantee that provides public transportation in Indiana.

The state funds can be used to match federal funds available under the Federal Transit Act (49 U.S.C. 1601, et seq.), or local funds from a requesting grantee.

Before funds may be disbursed to a grantee, the grantee must submit its request for financial assistance to the department of transportation for approval. Allocations must be approved by the governor and the budget agency after review by the budget committee and shall be made on a reimbursement basis. Only applications for capital and operating assistance may be approved. Only those grantees that have met the reporting requirements under IC 8-23-3 are eligible for assistance under this appropriation.

C. HIGHWAY OPERATING

Personal Services	159,851,839	165,398,156
Other Operating Expense	39,866,709	40,180,240

HIGHWAY VEHICLE AND ROAD MAINTENANCE EQUIPMENT



1	Other Operating Expense	14,376,346	14,879,518
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2

3 The above appropriations for highway operating and highway vehicle and road maintenance
 4 equipment may be used for personal services, equipment, and other operating expense,
 5 including the cost of transportation for the governor.

6

7 **HIGHWAY BUILDINGS AND GROUNDS**

8	Total Operating Expense		22,202,569
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9

10 The above appropriations for highway buildings and grounds may be used for land
 11 acquisition, site development, construction and equipping of new highway facilities
 12 and for maintenance, repair, and rehabilitation of existing state highway facilities.

13

14 **HIGHWAY PLANNING AND RESEARCH PROGRAM**

15	Total Operating Expense	1,680,232	1,611,040
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16

17 **D. HIGHWAY CAPITAL IMPROVEMENTS PROGRAM**

18

19 **HIGHWAY MAINTENANCE WORK PROGRAM**

20	Other Operating Expense	63,883,012	65,880,055
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21

22 The above appropriations for the highway maintenance work program may be used for:

- 23 (1) materials for patching roadways and shoulders;
- 24 (2) repairing and painting bridges;
- 25 (3) installing signs and signals and painting roadways for traffic control;
- 26 (4) mowing, herbicide application, and brush control;
- 27 (5) drainage control;
- 28 (6) maintenance of rest areas, public roads on properties of the department of
- 29 natural resources, and driveways on the premises of all state facilities;
- 30 (7) materials for snow and ice removal;
- 31 (8) utility costs for roadway lighting; and
- 32 (9) other special maintenance and support activities consistent with the highway
- 33 maintenance work program.

34

35 **HIGHWAY CAPITAL IMPROVEMENTS**

36	Right of Way Expense	9,000,000	9,000,000
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37	Formal Contracts Expense	160,011,878	158,946,890
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38	Consulting Service Expense	28,375,000	28,351,000
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39	Institutional Road Construction	4,000,000	4,000,000
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40

41 The above appropriations for the capital improvements program may be used for:

- 42 (1) bridge rehabilitation and replacement;
- 43 (2) road construction, reconstruction, or replacement;
- 44 (3) construction, reconstruction, or replacement of travel lanes, intersections,
- 45 grade separations, rest parks, and weigh stations;
- 46 (4) relocation and modernization of existing roads;
- 47 (5) resurfacing;
- 48 (6) erosion and slide control;
- 49 (7) construction and improvement of railroad grade crossings, including the use



1 of the appropriations to match federal funds for projects;
 2 (8) small structure replacements;
 3 (9) safety and spot improvements; and
 4 (10) right-of-way, relocation, and engineering and consulting expenses associated
 5 with any of the above types of projects.
 6

7 The foregoing appropriations for highway operating, highway vehicles and road maintenance
 8 equipment, highway buildings and grounds, the highway planning and research program,
 9 the highway maintenance work program, and highway capital improvements are appropriated
 10 from estimated revenues which include the following:

- 11 (1) Funds distributed to the state highway fund from the motor vehicle highway
- 12 account under IC 8-14-1-3(4).
- 13 (2) Funds distributed to the state highway fund from the highway, road, and street
- 14 fund under IC 8-14-2-3.
- 15 (3) All fees and miscellaneous revenues deposited in or accruing to the state highway
- 16 fund under IC 8-23-9-54.
- 17 (4) Any unencumbered funds carried forward in the state highway fund from any previous
- 18 fiscal year.
- 19 (5) All other funds appropriated or made available to the department by the general
- 20 assembly.

21
 22 If funds from sources set out above for the department exceed appropriations from
 23 those sources to the department, the excess amount is hereby appropriated to be
 24 used at the discretion of the department with approval of the governor and the
 25 budget agency for the conduct and operation of the department.
 26

27 If there is a change in a statute reducing or increasing revenue for department use,
 28 the budget agency shall notify the auditor of state to adjust the above appropriations
 29 to reflect the estimated increase or decrease. Upon the request of the department,
 30 the budget agency, with the approval of the governor, may allot any increase in
 31 appropriations to the department.
 32

33 If the department of transportation finds that an emergency exists or that an appropriation
 34 will be insufficient to cover expenses incurred in the normal operation of the
 35 department, the budget agency may, upon request of the department, and with the
 36 approval of the governor, transfer funds from revenue sources set out above from
 37 one (1) appropriation to the deficient appropriation. No appropriation from the
 38 state highway fund may be used to fund any toll road or toll bridge project except
 39 as specifically provided for under IC 8-15-2-20.
 40

41 **STATE HIGHWAY ROAD CONSTRUCTION AND IMPROVEMENT PROGRAM**

42 Formal Contracts Expense	4,049,000	4,680,000
43 Lease Rental Payments Expense	27,500,000	27,500,000

44 Augmentation allowed.
45

46 The above appropriations for the state highway road construction and improvement
 47 program are appropriated from the state highway road construction and improvement
 48 fund provided in IC 8-14-10-5 and may include any unencumbered funds carried forward
 49 from any previous fiscal year. The funds may be used for:



- 1 (1) road and bridge construction, reconstruction, or replacement;
- 2 (2) construction, reconstruction, or replacement of travel lanes, intersections,
- 3 grade separations;
- 4 (3) relocation and modernization of existing roads;
- 5 (4) right-of-way, relocation, and engineering and consulting expenses associated
- 6 with any of the above types of projects; and
- 7 (5) payment of rentals and leases relating to projects under IC 8-14.5.

8

9 **CROSSROADS 2000 PROGRAM**

10	Crossroads 2000 Fund (IC 8-14-10-9)		
11	Formal Contracts Expense	25,180,000	17,373,000
12	Lease Rental Payments Expense	9,500,000	18,000,000
13	Augmentation allowed.		

14

15 **FEDERAL APPORTIONMENT**

17	Right-of-Way Expense	21,000,000	21,000,000
18	Formal Contracts Expense	367,600,000	376,200,000
19	Consulting Engineers Expense	36,272,000	36,176,000
20	Highway Planning and Research	6,720,927	6,346,347
21	Local Government Revolving Acct.	146,500,000	159,000,000

22

23 The department may establish an account to be known as the "local government revolving

24 account". The account is to be used to administer the federal-local highway construction

25 program. All contracts issued and all funds received for federal-local projects

26 under this program shall be entered into this account.

27

28 If the federal apportionments for the fiscal years covered by this act exceed the

29 above estimated appropriations for the department or for local governments, the

30 excess federal apportionment is hereby appropriated for use by the department with

31 the approval of the governor and the budget agency.

32

33 The department shall bill, in a timely manner, the federal government for all

34 department payments that are eligible for total or partial reimbursement.

35

36 The department may let contracts and enter into agreements for construction and

37 preliminary engineering during each year of the 1999-2001 biennium that obligate

38 not more than one-third (1/3) of the amount of state funds estimated by the department

39 to be available for appropriation in the following year for formal contracts and

40 consulting engineers for the capital improvements program.

41

42 Under IC 8-23-5-7(a), the department, with the approval of the governor, may construct

43 and maintain roadside parks and highways where highways will connect any state

44 highway now existing, or hereafter constructed, with any state park, state forest

45 preserve, state game preserve, or the grounds of any state institution. There is

46 appropriated to the department of transportation an amount sufficient to carry out

47 the provisions of this paragraph. Under IC 8-23-5-7(d), such appropriations shall be

48 made from the motor vehicle highway account before distribution to local units of

49 government.



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E. LOCAL TECHNICAL ASSISTANCE AND RESEARCH

Under IC 8-14-1-3(6), there is appropriated to the department of transportation an amount sufficient for:

- (1) the program of technical assistance under IC 8-23-2-5(6); and
- (2) the research and highway extension program conducted for local government under IC 8-17-7-4.

The department shall develop an annual program of work for research and extension in cooperation with those units being served, listing the types of research and educational programs to be undertaken. The commissioner of the department of transportation may make a grant under this appropriation to the institution or agency selected to conduct the annual work program. Under IC 8-14-1-3(6), appropriations for the program of technical assistance and for the program of research and extension shall be taken from the local share of the motor vehicle highway account.

Under IC 8-14-1-3(7) there is hereby appropriated such sums as are necessary to maintain a sufficient working balance in accounts established to match federal and local money for highway projects. These funds are appropriated from the following sources in the proportion specified:

- (1) one-half (1/2) from the forty-seven percent (47%) set aside of the motor vehicle highway account under IC 8-14-1-3(7); and
- (2) for counties and for those cities and towns with a population greater than five thousand (5,000), one-half (1/2) from the distressed road fund under IC 8-14-8-2.

SECTION 8. [EFFECTIVE JULY 1, 1999]

FAMILY AND SOCIAL SERVICES, HEALTH, AND VETERANS' AFFAIRS

A. FOR THE FAMILY AND SOCIAL SERVICES ADMINISTRATION

FAMILY AND SOCIAL SERVICES ADMINISTRATION

Total Operating Expense	12,927,662	12,927,662
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COMMISSION FOR THE STATUS OF BLACK MALES

Total Operating Expense	111,533	111,533
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FOR THE BUDGET AGENCY

FSSA/DEPARTMENT INSTITUTIONAL CONTINGENCY FUND

Total Operating Expense		2,000,000
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The above institutional contingency fund shall be allotted upon the recommendation of the budget agency with approval of the governor. This appropriation may be used to supplement individual hospital, state developmental center, and special institutions budgets.

FOR THE FAMILY AND SOCIAL SERVICES ADMINISTRATION

OFFICE OF MEDICAID POLICY AND PLANNING - ADMINISTRATION

Total Operating Expense	3,731,106	3,731,106
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1 **MEDICAID DISABILITY ELIGIBILITY EXAMS**
2 **Total Operating Expense** **3,195,000** **3,195,000**

3 **MEDICAID - CURRENT OBLIGATIONS**

4 **General Fund**
5 **Total Operating Expense** **970,400,000** **1,018,900,000**

6 **Hospital Care for the Indigent Fund (IC 12-16-14-6)**
7 **Total Operating Expense** **45,000,000** **47,000,000**

8 **Augmentation allowed.**

9

10 **Subject to the approval of the governor and the budget agency, the foregoing**
11 **appropriations for Medicaid - Current Obligations may be augmented or**
12 **reduced based on revenues accruing to the hospital care for the indigent fund.**

13

14 **MEDICAID - ADMINISTRATION**

15 **Total Operating Expense** **29,698,935** **31,209,943**

16

17 **The foregoing appropriations for Medicaid current obligations and for Medicaid administration**
18 **are for the purpose of enabling the office of Medicaid policy and planning to carry**
19 **out all services as provided in IC 12-8-6. In addition to the above appropriations,**
20 **all money received from the federal government and paid into the state treasury**
21 **as a grant or allowance is appropriated and shall be expended by the office of**
22 **Medicaid policy and planning for the respective purposes for which the money was**
23 **allocated and paid to this state. Subject to the provisions of P.L.46-1995, if**
24 **the sums herein appropriated for Medicaid current obligations and for Medicaid administration**
25 **are insufficient to enable the office of Medicaid policy and planning to meet its**
26 **obligations, then there is appropriated from the state general fund such further**
27 **sums as may be necessary for that purpose, subject to the approval of the governor**
28 **and the budget agency.**

29

30 **CHILDRENS HEALTH INSURANCE PROGRAM (CHIP) ASSISTANCE**

31 **Total Operating Expense** **23,688,172** **24,570,322**

32 **CHILDRENS HEALTH INSURANCE PROGRAM (CHIP) ADMINISTRATION**

33 **Total Operating Expense** **2,632,019** **2,730,036**

34

35 **DIVISION OF MENTAL HEALTH ADMINISTRATION**

36 **Personal Services** **2,015,662** **2,015,662**

37 **Other Operating Expense** **229,892** **229,892**

38 **QUALITY ASSURANCE/ RESEARCH**

39 **From the General Fund**

40 **1,296,976** **1,296,976**

41 **From the Addiction Services Fund (IC 12-23-2)**

42 **98,000** **98,000**

43

44 **The amounts specified from the General Fund and the Addiction Services Fund**
45 **are for the following purposes:**

46 **Personal Services** **18,550** **18,550**

47 **Other Operating Expense** **1,376,426** **1,376,426**

48

49 **SERIOUSLY EMOTIONALLY DISTURBED**



	<i>FY 1999-2000 Appropriation</i>	<i>FY 2000-2001 Appropriation</i>	<i>Biennial Appropriation</i>
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Sixty-six percent (66%) of the revenue accruing to the state mental health institutions under IC 12-15 shall be deposited in the mental health fund established by IC 12-24-14, and thirty-four percent (34%) of the revenue accruing to the institutions, under IC 12-15, shall be deposited in the state general fund.

In addition to the above appropriations each institution may qualify for an additional appropriation, or allotment, subject to approval of the governor and the budget agency, from the mental health fund of up to twenty percent (20%), but not to exceed \$50,000 in each fiscal year, of the amount by which actual net collections exceed an amount specified in writing by the division of mental health before July 1 of each year beginning July 1, 1999.

DIVISION OF FAMILY AND CHILDREN SERVICES ADMINISTRATION

Personal Services	4,808,856	4,808,856
Other Operating Expense	1,601,453	1,601,453

TITLE IV-D OF THE FEDERAL SOCIAL SECURITY ACT (STATE MATCH)

Total Operating Expense	4,044,490	4,044,490
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The foregoing appropriations for the division of family and children Title IV-D of the federal Social Security Act are made under, and not in addition to, IC 12-17-2-31.

STATE WELFARE FUND - COUNTY ADMINISTRATION

General Fund

Total Operating Expense	43,255,114	41,273,243
State Welfare Fund (IC 12-19-4)		
Total Operating Expense	36,072,229	36,793,674
Augmentation allowed.		

ADOPTION ASSISTANCE

Total Operating Expense	7,091,359	8,053,804
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TITLE IV-B CHILD WELFARE ADMINISTRATION

Total Operating Expense	541,485	541,485
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The foregoing appropriations for Title IV-B child welfare and adoption assistance represent the maximum state match for Title IV-B, and Title IV-E.

INFORMATION SYSTEMS/TECHNOLOGY

Total Operating Expense	16,854,438	16,854,438
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EDUCATION AND TRAINING

Total Operating Expense	11,549,784	11,549,784
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BURIAL REIMBURSEMENT

Total Operating Expense	25,000	25,000
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TEMPORARY ASSISTANCE TO NEEDY FAMILIES (TANF)

Total Operating Expense	43,057,943	43,057,943
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CHILD CARE SERVICES

Total Operating Expense	31,020,756	33,670,756
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The above appropriations for child care services include the appropriation for the school age child care project made in IC 6-7-1-30.2.

The foregoing appropriations for information systems/technology, education and training, burial reimbursement, temporary assistance to needy families (TANF), and child care services are for the purpose of enabling the division of family and children to carry out all services as provided in IC 12-14. In addition to the above appropriations, all money received from the federal government and paid into the state treasury as a grant or allowance is appropriated and shall be expended by the division of family and children for the respective purposes for which such money was allocated and paid to this state.

DOMESTIC VIOLENCE PREVENTION AND TREATMENT PROGRAM

Domestic Violence Prevention and Treatment Fund (IC 12-18-4)

Total Operating Expense	2,000,000	2,000,000
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Augmentation allowed.

STEP AHEAD

Total Operating Expense	3,605,003	3,605,003
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FOOD ASSISTANCE PROGRAM

Total Operating Expense	146,000	146,000
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EARLY CHILDHOOD INTERVENTION SERVICES

Total Operating Expense	6,583,433	6,583,433
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YOUTH SERVICE BUREAU

Total Operating Expense	1,250,000	1,250,000
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The executive director of the division of family and children shall establish standards for youth service bureaus. Any youth service bureau that is not an agency of a unit of local government or is not registered with the Indiana secretary of state as a nonprofit corporation shall not be funded. The division of family and children shall fund all youth service bureaus that meet the standards as established June 30, 1983. However, a grant may not be made without approval by the budget agency after review by the budget committee.

SOCIAL SERVICES BLOCK GRANT (SSBG)

Total Operating Expense	17,345,304	17,345,304
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The above appropriated funds are allocated in the following manner during the biennium:

Division of Disability, Aging, and Rehabilitative Services

	6,162,973	6,162,973
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Division of Family and Children, Child Welfare Services

	3,200,209	3,200,209
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Division of Family and Children, Child Development Services

	4,131,465	4,131,465
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Division of Family and Children, Family Protection Services

	1,314,774	1,314,774
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Division of Mental Health

	1,373,748	1,373,748
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1	Department of Health		
2		166,515	166,515
3	Department of Correction		
4		995,620	995,620

6 **FOR THE STATE BUDGET AGENCY- MEDICAL SERVICE PAYMENTS**

7	Total Operating Expense		15,000,000
8			15,000,000

9 These appropriations for medical service payments are made to pay for medical services
10 for committed individuals and patients of institutions under the jurisdiction of
11 the department of correction, the state department of health, or the division of
12 mental health if the services are provided outside these institutions. These appropriations
13 may not be used for payments for medical services that are covered by IC 12-16
14 unless these services have been approved under IC 12-16. These appropriations shall
15 not be used for payment for medical services which are payable from an appropriation
16 in this act for the state department of health, the division of mental health,
17 or the department of correction, or that are reimbursable from funds for medical
18 assistance under IC 12-15. If these appropriations to the budget agency are insufficient
19 to make these medical service payments, there is hereby appropriated such further
20 sums as may be necessary.

21
22 Direct disbursements from the above contingency fund are not subject to the provisions
23 of IC 4-13-2.

24
25 **FOR THE FAMILY AND SOCIAL SERVICES ADMINISTRATION**
26 **DIVISION OF DISABILITY, AGING, AND REHABILITATIVE SERVICES**
27 **AGING AND DISABILITY SERVICES**

28	Total Operating Expense		14,973,943
29	C.H.O.I.C.E. IN-HOME SERVICES		
30	Total Operating Expense	42,623,785	42,623,785

31
32 The foregoing appropriations for C.H.O.I.C.E./In-Home Services include intragovernmental
33 transfers to provide the nonfederal share of the Medicaid aged and disabled waiver.

34
35 If the above appropriations for C.H.O.I.C.E./In-Home Services are insufficient
36 to provide services to all eligible persons, the division of disability, aging,
37 and rehabilitative services may give priority for services to persons who are unable
38 to perform three (3) or more activities of daily living (as defined in IC 12-10-10-1.5). The
39 division of disability, aging, and rehabilitative services may discontinue
40 conducting assessments for individuals applying for services under the C.H.O.I.C.E./In-Home
41 Services program if a waiting list for such services exists.

42
43 The division of disability, aging, and rehabilitative services shall conduct an
44 annual evaluation of the cost effectiveness of providing home care. Before January
45 of each year, the division shall submit a report to the budget committee, the budget
46 agency, and the legislative council that covers all aspects of the division's evaluation
47 and such other information pertaining thereto as may be requested by the budget
48 committee, the budget agency, or the legislative council, including the following:
49 (1) the number and demographic characteristics of the recipients of home care during



1 the preceding fiscal year;
 2 (2) the total cost and per recipient cost of providing home care services during
 3 the preceding fiscal year;
 4 (3) the number of recipients of home care services who would have been placed in
 5 long term care facilities had they not received home care services; and
 6 (4) the total cost savings during the preceding fiscal year realized by the state
 7 due to recipients of home care services (including Medicaid) being diverted from
 8 long term care facilities.
 9 The division shall obtain from providers of services data on their costs and expenditures
 10 regarding implementation of the program and report the findings to the budget committee,
 11 the budget agency, and the legislative council.

12			
13	OFFICE OF DEAF AND HEARING IMPAIRED		
14	Personal Services	252,970	252,970
15	Other Operating Expense	252,904	252,904
16	VOCATIONAL REHABILITATION SERVICES		
17	Personal Services	2,962,556	2,962,556
18	Other Operating Expense	9,840,674	9,840,674
19	AID TO INDEPENDENT LIVING		
20	Total Operating Expense	22,222	22,222
21	BLIND VENDING OPERATIONS		
22	Total Operating Expense	145,308	145,308
23	DEVELOPMENTALLY DISABLED CLIENT SERVICES		
24	Total Operating Expense	71,931,563	79,717,059

25
 26 With the approval of the governor and the budget agency, an amount up to
 27 \$1,250,000 for each year of the biennium may be transferred from the above
 28 appropriation for client services to early childhood intervention services.

29
 30 All of the above appropriations for developmentally disabled client services, less
 31 the detailed transfers described in this paragraph, shall be authorized and made
 32 available for agencies for disbursement only on a unit purchase of services basis.
 33 Rates for such services shall be determined in accordance with adopted rules based
 34 on wage and expense information from agencies providing these services. Agencies
 35 shall be paid for actual units provided to eligible recipients up to the limit of
 36 the above appropriations and inclusive of social services block grant appropriations.
 37 Before any contract is prepared obligating fiscal year 1999-2000 appropriations,
 38 the division of disability, aging, and rehabilitative services must submit a listing
 39 of services to be purchased and the rates for such services to the budget agency
 40 for review and approval. After budget agency review and approval, the division shall
 41 notify each local agency of the services that have been authorized for purchase and
 42 shall limit all subsequent contracts to the services as authorized.

43
 44 The above appropriations for client services include the intragovernmental transfers
 45 necessary to provide the nonfederal share of reimbursement under the Medicaid program
 46 for day services provided to residents of group homes and nursing facilities.

47
 48 In the development of new community residential settings for persons with developmental
 49 disabilities, the division of disability, aging, and rehabilitative services must



1 give priority to the appropriate placement of such persons who are eligible for
 2 Medicaid and currently residing in intermediate care or skilled nursing facilities
 3 and, to the extent permitted by law, such persons who reside with aged parents
 4 or guardians or families in crisis.

5
 6 **DIVISION OF DISABILITY, AGING, AND REHABILITATIVE SERVICES**
 7 **ADMINISTRATION**

8 Personal Services	329,957	329,957
9 Other Operating Expense	407,431	407,431

10
 11 The above appropriations for the division of disability, aging, and rehabilitative
 12 services administration is for administrative expenses. Any federal fund reimbursements
 13 received for such purposes are to be deposited in the state general fund.

14
 15 **STATE DEVELOPMENTAL CENTERS**

16 From the General Fund		
17	26,848,532	26,848,532
18 From the Mental Health Fund (IC 12-24-14)		
19	58,475,757	58,475,757

20 The amounts specified from the General Fund and the Mental Health Fund are for the
 21 following purposes:

22 Personal Services	77,324,885	77,324,885
23 Other Operating Expense	7,999,404	7,999,404

24
 25 The foregoing appropriations for the state developmental centers are for the operations
 26 of the Fort Wayne state developmental center and the Muscatatuck state developmental
 27 center.

28
 29 Sixty-six percent (66%) of the revenue accruing to the above named state developmental
 30 centers under IC 12-15 shall be deposited in the mental health fund established
 31 under IC 12-24-14, and thirty-four percent (34%) of the revenue accruing to the
 32 above named institutions under IC 12-15 shall be deposited in the state general
 33 fund.

34
 35 In addition to the above appropriations, each institution may qualify for an additional
 36 appropriation, or allotment, subject to approval of the governor and the budget
 37 agency, from the mental health fund of up to twenty percent (20%) but not to exceed
 38 \$50,000, of the amount in which actual net collections exceed an amount specified
 39 in writing by the division of disability, aging, and rehabilitative services before
 40 July 1 of each year beginning July 1, 1999.

41
 42 **B. PUBLIC HEALTH**

43
 44 **FOR THE STATE DEPARTMENT OF HEALTH**

45 Personal Services	17,529,642	17,529,642
46 Other Operating Expense	8,897,573	8,335,576

47
 48 All receipts to the state department of health from licenses or permit fees shall
 49 be deposited in the state general fund.



1
2 **Of the foregoing appropriations for the department of health administration, \$762,000**
3 **for fiscal year 1999-2000 and \$200,000 for fiscal year 2000-2001 is designated as**
4 **one-time funding for Hepatitis B immunizations.**

5
6 **AID TO COUNTY TUBERCULOSIS HOSPITALS**

7 Other Operating Expense	115,481	115,481
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8
9 **These funds shall be used for eligible expenses according to IC 16-21-7-3 for tuberculosis**
10 **patients for whom there are no other sources of reimbursement, including patient**
11 **resources, health insurance, medical assistance payments, and hospital care for**
12 **the indigent.**

13
14 **HOOSIER STATE GAMES**

15 Total Operating Expense	225,000	225,000
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16 **CANCER REGISTRY**

17 Personal Services	192,009	192,009
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18 Other Operating Expense	46,995	46,995
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19 **MEDICARE-MEDICAID CERTIFICATION**

20 Total Operating Expense	4,622,479	4,622,479
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21 **AIDS EDUCATION**

22 Personal Services	276,499	276,499
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23 Other Operating Expense	428,700	428,700
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24 **HIV/AIDS SERVICES**

25 Total Operating Expense	2,500,000	2,500,000
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26 **TEST FOR DRUG AFFLICTED BABIES**

27 Total Operating Expense	67,200	67,200
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28 **DONATED DENTAL SERVICES**

29 Total Operating Expense	50,000	50,000
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30 **STATE CHRONIC DISEASES**

31 Personal Services	92,090	92,090
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32 Other Operating Expense	490,378	490,378
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33
34 **At least \$82,560 of the above appropriations shall be for grants to community groups**
35 **and organizations as provided in IC 16-46-7-8.**

36
37 **CANCER EDUCATION AND DIAGNOSIS -**

38 **BREAST CANCER**

39 Total Operating Expense	100,000	100,000
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40 **CANCER EDUCATION AND DIAGNOSIS -**

41 **PROSTATE CANCER**

42 Total Operating Expense	100,000	100,000
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43 **WOMEN, INFANTS, AND CHILDREN SUPPLEMENT**

44 Total Operating Expense	190,000	190,000
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45 **MATERNAL AND CHILD HEALTH SUPPLEMENT**

46 Total Operating Expense	190,000	190,000
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47
48 **Notwithstanding IC 6-7-1-30.2, the above appropriations for the women, infants, and**
49 **children supplement and maternal and child health supplement are the total appropriations**



1 provided for this purpose.

2
3 **ADOPTION HISTORY**

4 **Adoption History Fund (IC 31-19-18)**

5 Total Operating Expense	161,384	161,384
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6 **Augmentation allowed.**

7
8 **RADON GAS TRUST FUND**

9 **Radon Gas Trust Fund (IC 16-41-38-8)**

10 Total Operating Expense	15,000	15,000
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11 **Augmentation allowed.**

12
13 **COMMUNITY HEALTH CENTERS**

14 Total Operating Expense		10,000,000
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15
16 **LOCAL HEALTH MAINTENANCE FUND**

17 Total Operating Expense	2,370,000	2,370,000
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18
19 **The above appropriations for the local health maintenance fund include the appropriation**
20 **provided for this purpose in IC 6-7-1-30.5.**

21
22 **CHILDREN WITH SPECIAL HEALTH CARE NEEDS**

23 Total Operating Expense	7,471,096	7,471,096
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24
25 **INDIANA MEDICAL AND NURSING GRANT FUND (IC 16-46-5)**

26 Total Operating Expense	40,000	40,000
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27 **Augmentation allowed.**

28
29 **NEWBORN SCREENING PROGRAM**

30 **Newborn Screening Fund (IC 16-41-17)**

31 Personal Services	111,671	111,671
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32 Other Operating Expense	596,905	596,905
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33 **Augmentation allowed.**

34
35 **BIRTH PROBLEMS REGISTRY**

36 **Birth Problems Registry Fund (IC 16-38-4)**

37 Personal Services	25,684	25,684
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38 Other Operating Expense	10,661	10,661
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39 **Augmentation allowed.**

40
41 **MOTOR FUEL INSPECTION PROGRAM**

42 **Motor Fuel Inspection Fund (IC 16-44-3-10)**

43 Total Operating Expense	76,078	76,078
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44 **Augmentation allowed.**

45
46 **MINORITY HEALTH INITIATIVE**

47 Total Operating Expense	1,125,000	1,125,000
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48
49 **SILVERCREST CHILDREN'S DEVELOPMENT CENTER**



	<i>FY 1999-2000 Appropriation</i>	<i>FY 2000-2001 Appropriation</i>	<i>Biennial Appropriation</i>
1	Personal Services	6,842,420	6,842,420
2	Other Operating Expense	592,250	592,250
3			
4	After June 30, 1999, no new admissions to the Silvercrest children's development		
5	center shall be permitted. The state board of health, in consultation with the department		
6	of education, shall develop a transition plan for alternative placement of remaining		
7	children at the Silvercrest children's development center and a plan to close the		
8	center by June 30, 2000. The budget agency may transfer the above appropriations		
9	to the department of education or any other agency to provide funding for the education		
10	of children leaving the Silvercrest children's development center.		
11			
12	INDIANA SCHOOL FOR THE BLIND		
13	Personal Services	9,741,455	9,741,455
14	Other Operating Expense	569,482	569,482
15			
16	INDIANA SCHOOL FOR THE DEAF		
17	Personal Services	15,855,439	15,855,439
18	Other Operating Expense	1,825,966	1,825,966
19			
20	INDIANA VETERANS' HOME		
21	Personal Services	15,480,972	15,480,972
22	Other Operating Expense	3,707,910	3,707,910
23			
24	The state department of health shall reimburse the state general fund at least		
25	\$9,758,396 for fiscal year 1999-2000 and \$9,758,396 for fiscal year 2000-2001 from		
26	the veterans' home comfort and welfare fund established by IC 10-6-1-9.		
27			
28	SOLDIERS' AND SAILORS' CHILDREN'S HOME		
29	Personal Services	7,736,801	7,736,801
30	Other Operating Expense	1,167,428	1,099,705
31			
32	FOR THE WOMEN'S HEALTH COMMISSION		
33	Total Operating Expense	175,000	175,000
34			
35	C. VETERANS' AFFAIRS		
36			
37	FOR THE DEPARTMENT OF VETERANS' AFFAIRS		
38	Personal Services	497,312	497,312
39	Other Operating Expense	411,245	411,245
40			
41	The foregoing appropriations for the department of veterans' affairs include operating		
42	funds for the veterans' cemetery. Notwithstanding IC 10-5-1-8, staff employed for		
43	the operation and maintenance of the veterans' cemetery shall be selected as are		
44	all other state employees.		
45			
46	DISABLED AMERICAN VETERANS OF WORLD WARS		
47	Total Operating Expense	40,000	40,000
48	AMERICAN VETERANS OF WORLD WAR II, KOREA, AND VIETNAM		
49	Total Operating Expense	30,000	30,000



1	VETERANS OF FOREIGN WARS			
2	Total Operating Expense	30,000	30,000	
3	VIETNAM VETERANS OF AMERICA			
4	Total Operating Expense			20,000
5	OPERATION OF VETERANS' CEMETERY			
6	Total Operating Expense			1,500,000

7

8 There is hereby created the veterans' cemetery operation fund. The fund consists of

9 appropriations made by the general assembly, funds received from the federal

10 government, funds received in payment for services, gifts, and donations. Money in

11 the fund does not revert at the end of the fiscal year. Any interest accruing to the

12 fund remains in the fund.

13

14 SECTION 9. [EFFECTIVE JULY 1, 1999]

15

16 EDUCATION

17

18 A. HIGHER EDUCATION

19 FOR INDIANA UNIVERSITY

20 INDUSTRIAL RESEARCH LIAISON PROGRAM

21	Total Operating Expense	261,964	270,782	
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22 LOCAL GOVERNMENT ADVISORY COMMISSION

23	Total Operating Expense	56,361	58,741	
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24 BLOOMINGTON CAMPUS

25	Total Operating Expense	174,423,616	179,094,853	
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26	Fee Replacement	15,864,160	16,699,178	
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27 FOR INDIANA UNIVERSITY REGIONAL CAMPUSES

28 EAST

29	Total Operating Expense	6,873,760	7,072,192	
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30	Fee Replacement	1,340,440	1,385,857	
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31 KOKOMO

32	Total Operating Expense	9,392,064	9,688,437	
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33	Fee Replacement	1,641,127	1,696,732	
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34 NORTHWEST

35	Total Operating Expense	16,857,181	17,302,813	
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36	Fee Replacement	3,134,724	3,240,936	
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37 SOUTH BEND

38	Total Operating Expense	19,534,859	20,193,995	
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39	Fee Replacement	4,202,682	4,345,078	
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40 SOUTHEAST

41	Total Operating Expense	15,109,197	16,349,459	
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42	Fee Replacement	3,382,603	3,497,213	
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43

44 TOTAL APPROPRIATION - REGIONAL CAMPUSES

45		81,468,637	84,772,712	
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46

47 FOR INDIANA UNIVERSITY - PURDUE UNIVERSITY

48 AT INDIANAPOLIS (IUPUI)

49 HEALTH DIVISIONS



		<i>FY 1999-2000 Appropriation</i>	<i>FY 2000-2001 Appropriation</i>	<i>Biennial Appropriation</i>
1	Total Operating Expense	82,404,270	84,837,763	
2	Fee Replacement	3,004,452	3,123,465	
3				
4	FOR INDIANA UNIVERSITY - REGIONAL MEDICAL CENTERS			
5	EVANSVILLE			
6	Total Operating Expense	1,391,424	1,432,514	
7	FORT WAYNE			
8	Total Operating Expense	1,280,021	1,317,822	
9	NORTHWEST			
10	Total Operating Expense	1,818,446	1,872,146	
11	LAFAYETTE			
12	Total Operating Expense	1,623,219	1,671,155	
13	MUNCIE			
14	Total Operating Expense	1,459,537	1,502,639	
15	SOUTH BEND			
16	Total Operating Expense	1,353,547	1,393,519	
17	TERRE HAUTE			
18	Total Operating Expense	1,613,721	1,661,376	
19				
20	The Indiana University school of medicine shall submit to the Indiana commission			
21	for higher education before May 15 of each year an accountability report containing			
22	data on the number of medical school graduates who entered primary care physician			
23	residencies in Indiana from the school's most recent graduating class.			
24				
25	GENERAL ACADEMIC DIVISIONS			
26	Total Operating Expense	76,665,395	79,985,569	
27	Fee Replacement	13,515,052	14,050,409	
28				
29	TOTAL APPROPRIATION - IUPUI			
30		186,129,084	192,848,377	
31				
32	Transfers of allocations between campuses to correct for errors in allocation among			
33	the campuses of Indiana University can be made by the institution with the approval			
34	of the commission for higher education and the budget agency. Indiana University			
35	shall maintain current operations at all statewide medical education sites.			
36				
37	FOR INDIANA UNIVERSITY -			
38	OPTOMETRY BOARD EDUCATION FUND			
39	Total Operating Expense	29,000	1,500	
40	CHEMICAL TEST TRAINING			
41	Total Operating Expense	656,056	679,606	
42	INSTITUTE FOR THE STUDY OF DEVELOPMENTAL DISABILITIES			
43	Total Operating Expense	2,544,159	2,644,344	
44	GEOLOGICAL SURVEY			
45	Total Operating Expense	3,100,365	3,216,879	
46	ABILENE NETWORK OPERATIONS CENTER			
47	Total Operating Expense	923,730	997,573	
48				
49	FOR PURDUE UNIVERSITY - WEST LAFAYETTE CAMPUS			



		<i>FY 1999-2000 Appropriation</i>	<i>FY 2000-2001 Appropriation</i>	<i>Biennial Appropriation</i>
1	Total Operating Expenses	215,912,945	222,826,287	
2	Fee Replacement	20,868,889	20,940,679	
3				
4	FOR PURDUE UNIVERSITY - REGIONAL CAMPUSES			
5	CALUMET			
6	Total Operating Expense	24,255,413	25,096,465	
7	Fee Replacement	1,933,404	1,940,136	
8	NORTH CENTRAL			
9	Total Operating Expense	8,424,932	8,978,627	
10	Fee Replacement	2,809,080	2,810,820	
11				
12	TOTAL APPROPRIATION - REGIONAL CAMPUSES			
13	37,422,829 38,826,048			
14				
15	FOR INDIANA UNIVERSITY - PURDUE UNIVERSITY			
16	AT FORT WAYNE (IUPUFW)			
17	Total Operating Expense	27,286,782	29,138,977	
18	Fee Replacement	4,582,311	4,614,070	
19				
20	Transfers of allocations between campuses to correct for errors in allocation among			
21	the campuses of Purdue University can be made by the institution with the approval			
22	of the commission for higher education and the budget agency.			
23				
24	FOR PURDUE UNIVERSITY -			
25	COUNTY AGRICULTURAL EXTENSION EDUCATORS			
26	Total Operating Expense	7,307,322	7,487,614	
27	ANIMAL DISEASE DIAGNOSTIC LABORATORY SYSTEM			
28	Total Operating Expense	3,077,278	3,195,393	
29				
30	The above appropriations shall be used to fund the animal disease diagnostic laboratory			
31	system (ADDL), which consists of the main ADDL at West Lafayette, the bangs disease			
32	testing service at West Lafayette, and the southern branch of ADDL Southern Indiana			
33	Purdue Agricultural Center (SIPAC) in Dubois County. The above appropriations are			
34	in addition to any user charges that may be established and collected under			
35	IC 15-2.1-5-6. Notwithstanding IC 15-2.1-5-5, the trustees of Purdue University may			
36	approve reasonable charges for testing for pseudorabies.			
37				
38	AGRICULTURAL RESEARCH AND EXTENSION - CROSSROADS			
39	Total Operating Expense	7,285,584	7,526,316	
40	STATEWIDE TECHNOLOGY			
41	Total Operating Expense	5,496,888	5,882,635	
42	NORTH CENTRAL - VALPO NURSING PARTNERSHIP			
43	Total Operating Expense	102,792	104,971	
44	UNIVERSITY-BASED BUSINESS ASSISTANCE			
45	Total Operating Expense	1,121,312	1,162,542	
46				
47	FOR INDIANA STATE UNIVERSITY			
48	Total Operating Expenses	74,229,419	76,128,981	
49	Fee Replacement	6,127,781	5,742,818	



1			
2	INSTITUTE ON RECYCLING		
3	Total Operating Expense	81,043	84,023
4			
5	FOR UNIVERSITY OF SOUTHERN INDIANA		
6	Total Operating Expense	27,270,423	28,359,552
7	Fee Replacement	3,620,135	3,710,208
8			
9	HISTORIC NEW HARMONY		
10	Total Operating Expense	0	400,000
11	YOUNG ABE LINCOLN		
12	Total Operating Expense	256,322	262,841
13			
14	FOR BALL STATE UNIVERSITY		
15	Total Operating Expense	113,017,933	116,689,529
16	Fee Replacement	7,554,324	7,550,437
17			
18	ACADEMY FOR SCIENCE, MATHEMATICS, AND HUMANITIES		
19	Total Operating Expense	4,336,055	4,480,058
20			
21	FOR VINCENNES UNIVERSITY		
22	Total Operating Expense	29,094,945	30,637,009
23	Fee Replacement	2,863,491	2,870,213
24			
25	FOR IVY TECH STATE COLLEGE		
26	Total Operating Expense	87,067,558	92,382,731
27	Fee Replacement	8,331,324	8,331,647
28			
29	FOR THE INDIANA HIGHER EDUCATION TELECOMMUNICATIONS SYSTEM (IHETS)		
30	Total Operating Expense	7,176,954	7,313,618
31			

32 The sums herein appropriated to Indiana University, Purdue University, Indiana State
33 University, University of Southern Indiana, Ball State University, Vincennes University,
34 Ivy Tech State College, and the Indiana Higher Education Telecommunications System
35 (IHETS) are in addition to all income of said institutions and IHETS, respectively,
36 from all permanent fees and endowments and from all land grants, fees, earnings,
37 and receipts, including gifts, grants, bequests, and devises, and receipts from any
38 miscellaneous sales from whatever source derived.

39
40 All such income and all such fees, earnings, and receipts on hand June 30, 1999,
41 and all such income and fees, earnings, and receipts accruing thereafter are hereby
42 appropriated to the boards of trustees or directors of the aforementioned institutions
43 and IHETS and may be expended for any necessary expenses of the respective institutions
44 and IHETS, including university hospitals, schools of medicine, nurses' training
45 schools, schools of dentistry, and agricultural extension and experimental stations.
46 However, such income, fees, earnings, and receipts may be used for land and structures
47 only if approved by the governor and the budget agency.

48
49 The foregoing appropriations and allocations for fee replacement are for replacement



1 of student fees deducted during the 1999-2001 biennium to cover bond or lease-purchase
2 principal, interest, and other obligations of debt costs of facility construction
3 and acquisition for those projects authorized by the general assembly. These fee
4 replacement appropriations and allocations shall be allotted by the budget agency
5 after receipt of verification of payment of such debt cost expense.

6
7 The foregoing appropriations to Indiana University, Purdue University, Indiana State
8 University, University of Southern Indiana, Ball State University, Vincennes University,
9 Ivy Tech State College, and IHETS include the employers' share of Social Security
10 payments for university and IHETS employees under the public employees' retirement
11 fund, or institutions covered by the Indiana state teachers' retirement fund. The
12 funds appropriated also include funding for the employers' share of payments to the
13 public employees' retirement fund and to the Indiana state teachers' retirement fund
14 at a rate to be established by the retirement funds for both fiscal years for each
15 institution and for IHETS employees covered by these retirement plans.

16
17 The treasurers of Indiana University, Purdue University, Indiana State University,
18 University of Southern Indiana, Ball State University, Vincennes University, and
19 Ivy Tech State College shall, at the end of each three (3) month period, prepare
20 and file with the auditor of state a financial statement that shall show in total
21 all revenues received from any source, together with a consolidated statement of
22 disbursements for the same period. The budget director shall establish the requirements
23 for the form and substance of the reports.

24
25 The reports of the treasurer also shall contain in such form and in such detail as
26 the governor and the budget agency may specify, complete information concerning receipts
27 from all sources, together with any contracts, agreements, or arrangements with any
28 federal agency, private foundation, corporation, or other entity from which such
29 receipts accrue.

30
31 All such treasurers' reports are matters of public record and shall include
32 without limitation a record of the purposes of any and all gifts and trusts with
33 the sole exception of the names of those donors who request to remain anonymous.

34
35 Notwithstanding IC 4-10-11, the auditor of state shall draw warrants to the treasurers
36 of Indiana University, Purdue University, Indiana State University, University of
37 Southern Indiana, Ball State University, and Ivy Tech State College on the basis
38 of vouchers stating the total amount claimed against each fund and/or account, but
39 not to exceed the legally made appropriations. The operating money may be claimed
40 on the basis of twelve (12) equal installments to be claimed monthly starting in
41 July and ending in June of each fiscal year after allotment by the budget agency.

42
43 Notwithstanding IC 4-12-1-14, for universities and colleges supported in whole or
44 in part by state funds, grant applications and lists of applications need only be
45 submitted upon request to the budget agency for review and approval or disapproval
46 and, unless disapproved by the budget agency, federal grant funds may be requested
47 and spent without approval by the budget agency. Each institution shall retain the
48 applications for a reasonable period of time and submit a list of all grant applications,
49 at least monthly, to the commission for higher education for informational purposes.



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For all university special appropriations, an itemized list of intended expenditures, in such form as the governor and the budget agency may specify, shall be submitted to support the allotment request. All budget requests for university special appropriations shall be furnished in a like manner and as a part of the operating budgets of the state universities.

The trustees of Indiana University, the trustees of Purdue University, the trustees of Indiana State University, the trustees of University of Southern Indiana, the trustees of Ball State University, the trustees of Vincennes University, the trustees of Ivy Tech State College, and the directors of IHETS are hereby authorized to accept federal grants, subject to IC 4-12-1.

Fee replacement funds are to be distributed as requested by each institution, on payment due dates, subject to available appropriations.

**FOR THE MEDICAL EDUCATION BOARD
FAMILY PRACTICE RESIDENCY FUND**

Total Operating Expense	2,417,528	2,418,337
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Of the foregoing appropriations for the medical education board-family practice residency fund, \$1,000,000 each year shall be used for grants for the purpose of improving family practice residency programs serving medically underserved areas.

MEDICAL EDUCATION - INTERN RESIDENCY PROGRAM

Total Operating Expense	1	1
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FOR THE COMMISSION FOR HIGHER EDUCATION

Total Operating Expense	1,510,531	1,565,448
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MIDWEST HIGHER EDUCATION COMMISSION (MHEC)

Total Operating Expense	75,000	75,000
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INDIANA CAREER AND POSTSECONDARY ADVANCEMENT CENTER

Total Operating Expense	931,284	931,284
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FOR THE DEPARTMENT OF ADMINISTRATION

ANIMAL DISEASE AND DIAGNOSTIC LABORATORY LEASE RENTAL

Total Operating Expense	1,043,930	1,044,283
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FOR THE DEPARTMENT OF COMMERCE

AVIATION TECHNOLOGY

Total Operating Expense	1,093,102	1,099,746
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FOR THE BUDGET AGENCY

CORE 40 PROGRAM

Total Operating Expense	500,000	500,000
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All or a part of this appropriation shall be allocated or transferred for core 40



1 initiatives to the department of education and the commission for higher education
 2 by the auditor of state, with the approval of the budget agency, after review by
 3 the budget committee of joint program recommendations made by the commission for
 4 higher education and the superintendent of public instruction.

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DEGREE LINK

Total Operating Expense	517,557	535,767
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9 The above appropriation shall be used for the delivery of Indiana State University
 10 baccalaureate degree programs at Ivy Tech State College and Vincennes University
 11 locations through Degree Link. Distributions shall be made upon the recommendation
 12 of the Indiana commission for higher education and with approval by the budget agency
 13 after review by the budget committee.

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17

QUALITY IMPROVEMENT

Total Operating Expense	47,850,559	65,232,613
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18 Allocations and transfers of the preceding appropriations for quality improvement
 19 shall be made to the respective institutions' operating accounts for one (1) time
 20 technology investments by the auditor of state with the approval of the budget
 21 agency, based on recommendations made by the commission for higher
 22 education.

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25
26

SOUTHEAST INDIANA EDUCATION SERVICES

Total Operating Expense	764,038	786,475
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27 The above appropriation for southeast Indiana education services may be expended
 28 with the approval of the budget agency after review by the commission for higher
 29 education and the budget committee.

30
31
32
33
34

SOUTH CENTRAL EDUCATIONAL ALLIANCE

BEDFORD SERVICE AREA

Total Operating Expense	286,916	296,878
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GIGAPOP PROJECT

Total Operating Expense	761,530	773,058
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FOR THE STATE STUDENT ASSISTANCE COMMISSION

Total Operating Expense	1,247,241	1,247,241
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DISTRIBUTION

Freedom of Choice Grants

Total Operating Expense	24,371,163	26,169,035
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Higher Education Award Program

Total Operating Expense	65,270,689	69,849,730
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21st Century Scholar Awards

Total Operating Expense	5,989,656	7,024,039
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Augmentation for 21st Century Scholar Awards allowed from the General Fund.

48
49

Hoosier Scholar Program



1	Total Operating Expense	270,000	420,000
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2

3 **For the higher education awards and freedom of choice grants made for the 1999-2001**
 4 **biennium, the following guidelines shall be used, notwithstanding current administrative**
 5 **rule or practice:**

6 **(1) Financial Need: For purposes of these awards, financial need shall be limited**
 7 **to actual undergraduate tuition and fees for the prior academic year as established**
 8 **by the commission.**

9 **(2) Maximum Base Award: The maximum award shall not exceed the lesser of:**

10 **(A) eighty percent (80%) of actual prior academic year undergraduate tuition and**
 11 **fees; or**

12 **(B) eighty percent (80%) of the sum of the highest prior academic year undergraduate**
 13 **tuition and fees at any public institution of higher education and the lowest appropriation**
 14 **per full-time equivalent (FTE) undergraduate student at any public institution of**
 15 **higher education.**

16 **(3) Minimum Award: No actual award shall be less than \$20.**

17 **(4) Award Size: A student's maximum award shall be reduced one (1) time:**

18 **(A) for dependent students, by the expected contribution from parents based upon**
 19 **information submitted on the financial aid application form; and**

20 **(B) for independent students, by the expected contribution derived from information**
 21 **submitted on the financial aid application form.**

22 **(5) Award Adjustment: The maximum base award may be adjusted by the commission, for**
 23 **any eligible recipient who fulfills college preparation requirements defined by the**
 24 **commission.**

25 **(6) Pro Rata Adjustment: If the dollar amounts of eligible awards exceed appropriations**
 26 **and program reserves, all awards will be adjusted on a pro rata basis by reducing**
 27 **the percentage of a maximum award under subdivision (2)(A) or (2)(B).**

28

29 **For the Hoosier scholar program for the 1999-2001 biennium, each award shall not**
 30 **exceed five hundred dollars (\$500) and shall be made available for one (1) year only.**
 31 **Receipt of this award shall not reduce any other award received under any state funded**
 32 **student assistance program.**

33

34 **TANF PART-TIME GRANT PROGRAM**

35	Total Operating Expense	2,000,000	5,250,000
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36

37 **The above appropriation is to be used for TANF eligible students attending an approved**
 38 **institution of higher learning. The state student assistance commission shall provide**
 39 **to the family and social services administration adequate information regarding TANF**
 40 **eligibility of participants in the TANF part-time grant program for purposes of meeting**
 41 **federal maintenance of effort requirements. Notwithstanding IC-20-12-22.1-8(d), money**
 42 **in the fund may be exchanged with or transferred to other funds.**

43

44 **NURSING SCHOLARSHIP PROGRAM**

45	Total Operating Expense	401,253	402,279
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46

46 **MINORITY TEACHER SCHOLARSHIP FUND**

47	Total Operating Expense	382,023	431,076
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48

48 **COLLEGE WORK STUDY PROGRAM**

49	Total Operating Expense	806,539	810,298
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1	21ST CENTURY ADMINISTRATION		
2	Total Operating Expense	2,391,447	2,578,723
3	SOUTHEAST INDIANA HIGHER EDUCATION OPPORTUNITY AGREEMENTS		
4	Total Operating Expense	603,407	603,407

5

6 **B. ELEMENTARY AND SECONDARY EDUCATION**

7

8 **FOR THE DEPARTMENT OF EDUCATION**

9	ADMINISTRATION/SERVICES		
10	SUPERINTENDENT'S OFFICE		
11	Personal Services	589,266	589,266
12	Other Operating Expense	1,254,593	1,254,593

13			
14	STATE BOARD OF EDUCATION		
15	Total Operating Expense	1,100,000	300,000

16

17 The foregoing appropriations for the state board of education are for the evaluation

18 of all state education programs and policies and for the education roundtable created

19 by IC 20-1-20.5. However, the foregoing appropriations may be allotted only with

20 the approval of the governor, the superintendent of public instruction, and the budget agency.

21			
22	RESEARCH AND DEVELOPMENT PROGRAMS		
23	Personal Services	77,331	77,331
24	Other Operating Expense	303,021	303,021

25			
26	PUBLIC TELEVISION DISTRIBUTION		
27	Total Operating Expense	2,436,500	2,436,500

28

29 These appropriations are for grants for public television. The Indiana Public Broadcasting

30 Stations, Inc. shall submit a distribution plan for the eight (8) Indiana public

31 education television stations that shall be approved by the budget agency and reviewed

32 by the budget committee.

33			
34	DEPUTY SUPERINTENDENT'S OFFICE		
35	Personal Services	379,737	379,737
36	Other Operating Expense	205,060	205,060

37			
38	RILEY HOSPITAL		
39	Total Operating Expense	30,000	30,000

39			
40	ADMINISTRATION AND FINANCIAL MANAGEMENT		
41	Personal Services	1,855,269	1,855,269
42	Other Operating Expense	572,773	572,773

42			
43	SCHOOL TRAFFIC SAFETY		
44	Motor Vehicle Highway Account (IC 8-14-1)		
45	Personal Services	199,530	199,530
46	Other Operating Expense	42,492	42,492
47	Augmentation allowed.		

48			
49	MOTORCYCLE OPERATOR SAFETY EDUCATION FUND		
	Safety Education Fund		



		<i>FY 1999-2000 Appropriation</i>	<i>FY 2000-2001 Appropriation</i>	<i>Biennial Appropriation</i>
1	Personal Services	103,805	103,805	
2	Other Operating Expense	591,563	648,063	
3				
4	The foregoing appropriations for the motorcycle operator safety education fund are			
5	from the motorcycle operator safety education fund created by IC 20-10.1-7-14.			
6				
7	SCHOOL ASSESSMENT			
8	CENTER FOR SCHOOL ASSESSMENT			
9	Personal Services	259,519	259,519	
10	Other Operating Expense	260,000	260,000	
11	ACCREDITATION SYSTEM			
12	Personal Services	418,475	418,475	
13	Other Operating Expense	588,433	588,433	
14	COMMUNITY RELATIONS AND SPECIAL POPULATIONS			
15	CENTER FOR COMMUNITY RELATIONS AND SPECIAL POPULATIONS			
16	Personal Services	238,993	238,993	
17	Other Operating Expense	100,312	100,312	
18	SPECIAL EDUCATION (S-5)			
19	Personal Services	20,000	20,000	
20	Other Operating Expense	26,980,000	27,980,000	
21				
22	The foregoing appropriations for special education are made under IC 20-1-6-19.			
23				
24	PROJECT SET			
25	Other Operating Expense	91,065	91,065	
26	GED-ON-TV PROGRAM			
27	Other Operating Expense	270,000	270,000	
28				
29	The foregoing appropriation is for grants to provide GED-ON-TV programming. The			
30	GED-ON-TV Program shall submit for review by the budget committee an annual report			
31	on utilization of this appropriation.			
32				
33	SPECIAL EDUCATION EXCISE			
34	Alcoholic Beverage Excise Tax Funds (IC 20-1-6-10)			
35	Personal Services	319,343	319,343	
36	Augmentation allowed.			
37				
38	SCHOOL IMPROVEMENT AND PERFORMANCE			
39	CENTER FOR SCHOOL IMPROVEMENT AND PERFORMANCE			
40	Personal Services	1,367,910	1,367,910	
41	Other Operating Expense	1,357,645	1,357,645	
42	VOCATIONAL EDUCATION			
43	Personal Services	1,181,263	1,181,263	
44	Other Operating Expense	233,605	233,605	
45	ADVANCED PLACEMENT PROGRAM			
46	Other Operating Expense	598,050	598,050	
47				
48	PSAT PROGRAM			
49	Other Operating Expense	800,000	800,000	



1
2 **The above appropriations for the Advanced Placement program and the PSAT program**
3 **are to provide funding for students of accredited public and nonpublic schools.**
4

5 **GEOGRAPHY EDUCATION TRAINING**

Total Operating Expense	49,990	49,990
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7 **ACADEMIC COMPETITION**

Total Operating Expense	56,090	56,090
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9 **PROFESSIONAL DEVELOPMENT PRINCIPAL LEADERSHIP ACADEMY**

Personal Services	315,413	315,413
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Other Operating Expense	187,192	187,192
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12 **JAPANESE/CHINESE INITIATIVES**

Total Operating Expense	236,500	236,500
-------------------------	---------	---------

15 **FOR THE DEPARTMENT OF EDUCATION**

16 **LOCAL SCHOOL FUNDING**

17 **SUPERINTENDENT'S OFFICE**

18 **EDUCATION SERVICE CENTERS**

Total Operating Expense	2,025,664	2,025,664
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21 **No appropriation made for an education service center shall be distributed to the**
22 **administering school corporation of the center unless each participating school corporation**
23 **of the center contracts to pay to the center at least \$2.50 per student for fiscal**
24 **year 1999-2000 based on the school corporation's ADM count as reported for school**
25 **aid distribution in the fall of 1998, and at least \$2.50 per student for fiscal year**
26 **2000-2001, based on the school corporation's ADM count as reported for school aid**
27 **distribution beginning in the fall of 1999. Before notification of education service**
28 **centers of the formula and components of the formula for distributing funds for education**
29 **service centers, review and approval of the formula and components must be made by**
30 **the budget agency.**

32 **ADMINISTRATION/ FINANCIAL MANAGEMENT**

33 **TRANSFER TUITION (STATE EMPLOYEES' CHILDREN AND ELIGIBLE**
34 **CHILDREN IN MENTAL HEALTH FACILITIES)**

Total Operating Expense	715,000	715,000
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37 **The foregoing appropriation for transfer tuition (state employees' children and**
38 **eligible children in mental health facilities) is made under IC 20-8.1-6.1-6**
39 **and IC 20-8.1-6.1-5.**

41 **DISTRESSED SCHOOLS DISTRIBUTION**

Total Operating Expense	50,000	50,000
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43 **TEACHERS' SOCIAL SECURITY AND RETIREMENT DISTRIBUTION**

Total Operating Expense	2,403,792	2,403,792
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46 **The foregoing appropriations shall be distributed by the department of education**
47 **on a monthly basis and in approximately equal payments to special education cooperatives,**
48 **area vocational schools, and other governmental entities that received state teachers'**
49 **Social Security distributions for certified education personnel (excluding the certified**



1 education personnel funded through federal grants) during the fiscal year beginning
 2 July 1, 1992, and ending June 30, 1993, and for the units under the Indiana state
 3 teacher's retirement fund, the amount they received during the 2000-2001 state fiscal
 4 year for teachers' retirement. If the total amount to be distributed is greater than
 5 the total appropriation, the department of education shall reduce each entity's distribution
 6 proportionately.

7
 8 **DISTRIBUTION FOR TUITION SUPPORT**

9 **General Fund**

10 Total Operating Expense	1,744,282,948	1,835,078,046
11 Property Tax Relief Fund		
12 Total Operating Expense	1,257,676,856	1,348,471,954

13
 14 The foregoing appropriations for distribution for tuition support are to be distributed
 15 for tuition support, special education programs, vocational education programs, and
 16 at-risk programs in accordance with a statute enacted for this purpose during the
 17 1999 session of the general assembly.

18
 19 If the above appropriations for distribution for tuition support are more than are
 20 required under this SECTION, one-half (1/2) of any excess shall revert to the state
 21 general fund and one-half (1/2) of any excess shall revert to the property tax replacement
 22 fund.

23
 24 The above appropriations for tuition support shall be made each calendar year under
 25 a schedule set by the budget agency and approved by the governor. However, the
 26 schedule shall provide for at least twelve (12) payments, that one (1) payment shall
 27 be made at least every forty (40) days, and the aggregate of the payments in each
 28 calendar year shall equal the amount required under the statute enacted for the
 29 purpose referred to above.

30
 31 **DISTRIBUTION FOR TRANSPORTATION**

32 Total Operating Expense	27,398,255	26,966,826
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33
 34 The distributions for transportation shall be made to each local school corporation
 35 in accordance with IC 21-3-3.1 and any pertinent rules.

36
 37 **ADA FLAT GRANT DISTRIBUTION**

38 Total Operating Expense	35,609,520	35,718,840
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39
 40 Distribution to local school corporations shall be based on average daily attendance.
 41 The foregoing appropriations for the ADA flat grant distribution account include,
 42 for each fiscal year, the appropriation of the common school fund interest balance.
 43 The remainder of the above appropriations are provided from the state general fund.

44
 45 **DISTRIBUTION FOR SUMMER SCHOOL**

46 Other Operating Expense	21,100,000	21,600,000
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47
 48 It is the intent of the 1999 general assembly that the above appropriations for summer
 49 school shall be the total allowable state expenditure for such program. Therefore,



1 if the expected disbursements are anticipated to exceed the total appropriation for
2 that state fiscal year, then the department of education shall reduce the distributions
3 proportionately.

4
5 **EARLY INTERVENTION PROGRAM**

6 Personal Services	10,000	10,000
7 Other Operating Expense	3,990,000	3,990,000

8
9 The above appropriations for the early intervention program are for grants to local school
10 corporations for grant proposals for early intervention programs, including reading
11 recovery.

12
13 **SCHOOL LIBRARY PRINTED MATERIALS GRANTS**

14 Total Operating Expense	4,000,000
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15
16 The above appropriation for school library printed materials grants shall be used
17 for the state match for grants to school corporations for the purpose of purchasing
18 library printed materials. A school corporation that receives a grant must provide
19 money in an amount equal to the amount provided in the grant.

20
21 **ADULT EDUCATION DISTRIBUTION**

22 Total Operating Expense	14,000,000	14,000,000
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23
24 It is the intent of the 1999 general assembly that the above appropriations for adult
25 education shall be the total allowable state expenditure for such program. Therefore,
26 if the expected disbursements are anticipated to exceed the total appropriation for
27 a state fiscal year, the department of education shall reduce the distributions proportionately.

28
29 **NATIONAL SCHOOL LUNCH PROGRAM**

30 Total Operating Expense	5,400,000	5,400,000
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31 **MARION COUNTY DESEGREGATION COURT ORDER**

32 Total Operating Expense	15,100,000	15,100,000
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33
34 The foregoing appropriations for court ordered desegregation costs are made pursuant
35 to order No. IP 68-C-225-S of the United States District Court for the Southern
36 District of Indiana. If the sums herein appropriated are insufficient to enable
37 the state to meet its obligations, then there are hereby appropriated from the state
38 general fund such further sums as may be necessary for such purpose.

39
40 **FORT WAYNE DESEGREGATION COURT ORDER**

41 Total Operating Expense	2,400,000	600,000
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42
43 The foregoing appropriations for court ordered desegregation costs are made pursuant
44 to the order No. 86CV0325AS of the United States District Court for the Northern
45 District of Indiana.

46
47 **TEXTBOOK REIMBURSEMENT**

48 Other Operating Expense	16,500,000	16,800,000
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1 **Before a school corporation may receive a distribution under the textbook reimbursement**
2 **program, the school corporation shall provide to the family and social services administration**
3 **adequate information concerning TANF eligibility of participants for purposes of**
4 **meeting federal maintenance of effort requirements.**

5

6 **TRANSPORTATION FOR SPECIAL AND VOCATIONAL EDUCATION**

7 Total Operating Expense	9,070,000	9,570,000
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8

9 **The distribution of these appropriations shall be made in accordance with IC 21-3-3.1.**

10

11 **TESTING/ REMEDIATION**

12 Other Operating Expense	31,315,197	31,315,197
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13 **GRADUATION EXAM REMEDIATION**

14 Other Operating Expense	4,958,910	4,958,910
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15

16 **Prior to notification of local school corporations of the formula and components**
17 **of the formula for distributing funds for remediation and graduation exam remediation,**
18 **review and approval of the formula and components shall be made by the budget agency.**
19 **With the approval of the governor and the budget agency, the above appropriations**
20 **for school assessment testing/remediation may be augmented from revenues accruing**
21 **to the secondary market sale fund established by IC 20-12-21.2-10.**

22

23 **PERFORMANCE BASED AWARDS**

24 Personal Services	47,626	47,626
25 Other Operating Expense	3,202,374	3,202,374

26

27 **The foregoing appropriation shall be distributed after review by the budget committee**
28 **and approval by the budget agency.**

29

30 **COMMUNITY RELATIONS AND SPECIAL POPULATIONS**

31 **SPECIAL EDUCATION PRESCHOOL**

32 Total Operating Expense	22,963,253	24,363,253
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33

34 **The above appropriations shall be distributed to guarantee a minimum of \$2,750 per**
35 **child enrolled in special education preschool programs from state and local sources**
36 **in school corporations that levy a \$0.01 per \$100 assessed valuation tax rate for**
37 **this purpose. It is the intent of the 1999 general assembly that the above appropriations**
38 **for special education preschool shall be the total allowable expenditure for such**
39 **program. Therefore, if the expected disbursements are anticipated to exceed the total**
40 **appropriation for that state fiscal year, then the department of education shall**
41 **reduce the distributions proportionately.**

42

43 **NON-ENGLISH SPEAKING PROGRAM**

44 Other Operating Expense	700,000	700,000
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45

46 **The above appropriations for the non-English speaking program are for pupils who have**
47 **a primary language other than English and limited English proficiency, as determined**
48 **by using a standard proficiency examination that has been approved by the department**
49 **of education.**



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The grant amount is seventy-five (\$75) dollars per pupil. It is the intent of the 1999 general assembly that the above appropriations for the non-English speaking program shall be the total allowable state expenditure for the program. If the expected distributions are anticipated to exceed the total appropriations for the state fiscal year, the department of education shall reduce each school corporation's distribution proportionately.

**SCHOOL IMPROVEMENT AND PERFORMANCE
GIFTED AND TALENTED EDUCATION PROGRAM**

Personal Services	202,645	202,645
Other Operating Expense	6,656,484	6,656,484

DISTRIBUTION FOR ADULT VOCATIONAL EDUCATION

Total Operating Expense	250,000	250,000
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The distribution for adult vocational education programs shall be made in accordance with the state plan for vocational education.

EDUCATION BLOCK GRANT PROGRAM

Other Operating Expense	15,000,000	96,000,000
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If the expected distributions are anticipated to exceed the total appropriation for the state fiscal year, the department of education shall reduce each school corporation's distribution proportionately.

PRIMETIME

Personal Services	203,845	203,845
Other Operating Expense	50,167,521	0

The primetime distribution for each local school for the period of June 30, 1999, to December 31, 1999 shall be equal to one half (1/2) of the primetime distribution before any penalty assessed under the provisions of IC 21-1-30 that the school would have received during fiscal year 1998-1999. The distribution shall be made monthly in six (6) approximately equal payments to be made before the 15th day of each month.

COMPUTER LEARNING AND TRAINING

Personal Services	321,743	321,743
Other Operating Expense	1,365,096	1,365,096

INNOVATIVE SCHOOL IMPROVEMENTS

Personal Services	91,238	91,238
Other Operating Expense	719,557	719,557

Expenditures for this program shall be made only with the approval of both the governor and the superintendent of public instruction. Notwithstanding IC 20-10.1-22-2 and IC 20-10.1-26-2(b), appropriations for research and development and innovative school improvements do revert at the end of the fiscal year.

DRUG FREE SCHOOLS

Personal Services	50,933	50,933
Other Operating Expense	20,093	20,093



1 **EDUCATIONAL TECHNOLOGY PROGRAM AND FUND**
2 **(INCLUDING 4R'S TECHNOLOGY GRANT PROGRAM)**

3 Total Operating Expense	4,000,000	4,000,000
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4
5 **Of the foregoing appropriation, \$3,000,000 shall be allocated to the buddy system**
6 **during the biennium. In making grants under the educational technology program, the**
7 **department shall give consideration to a variety of educational technologies and**
8 **to enhancing educational productivity. Of the foregoing appropriation, an amount**
9 **shall be allocated for the development of community networks and information networks**
10 **and the operation of the office of the special assistant to the superintendent of**
11 **public instruction for technology. Expenditures from this fund shall be made only**
12 **with the approval of the governor and the superintendent of public instruction.**

13
14 **TECH PREP DISTRIBUTION**

15 Other Operating Expense	1,000,000	1,000,000
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16
17 **The above appropriations for tech prep distribution are to be used for grants to**
18 **school corporations to assist with implementation of tech prep programs.**

19
20 **PROFESSIONAL DEVELOPMENT DISTRIBUTION**

21 Other Operating Expense	500,000	500,000
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22
23 **The above appropriations for professional development are to be used for professional**
24 **development grants to assist local school corporations.**

25
26 **ALTERNATIVE SCHOOLS**

27 Total Operating Expense	7,500,000	7,500,000
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28
29 **C. OTHER LOCAL SCHOOL FUNDING**

30
31 **FOR THE INDIANA STATE TEACHERS' RETIREMENT FUND**

32 **PENSION FUND CONTRIBUTIONS**

33 Other Operating Expense	325,430,000	360,446,424
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34
35 **Pension Reserve Reimbursement**

36 Other Operating Expense		65,000,000
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37
38 **POSTRETIREMENT PENSION INCREASES**

39 Other Operating Expense	84,300,000	88,900,000
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40
41 **The appropriations for postretirement pension increases are made for those benefits**
42 **and adjustments provided in IC 5-10.2-5.**

43
44 **PENSION STABILIZATION FUND**

45 Other Operating Expense	125,000,000	125,000,000
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46
47 **D. OTHER EDUCATION**

48
49 **FOR THE PROFESSIONAL STANDARDS BOARD ADMINISTRATION**



1	Personal Services	1,253,597	1,253,597
2	Other Operating Expense	3,204,427	3,204,427

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Each mentor teacher is entitled to a maximum annual stipend of \$600 to be paid from the foregoing appropriations.

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There is created the professional standards board licensing fund to be administered by the professional standards board. The fund shall consist of fee revenues collected under the provisions of IC 20-1-1.4-7. Money in the fund does not revert at the end of the state fiscal year. Money in the fund is continuously appropriated for use by the board for administrative expenses in relation to carrying out its duties under the provisions of IC 20-1-1.4-7.

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The above appropriations for professional standards board administration are in addition to the appropriation made to the professional standards licensing fund established in this SECTION.

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FOR THE EDUCATION EMPLOYMENT RELATIONS BOARD

19	Personal Services	707,639	707,639
20	Other Operating Expense	54,418	54,418

21

PUBLIC EMPLOYEE RELATIONS BOARD

22	Total Operating Expense	35,000	35,000
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The public employee relations account is established as a reverting account in the general fund.

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28

**FOR THE INDIANA STATE TEACHERS' RETIREMENT FUND
ADMINISTRATION**

29	Personal Services	1,327,791	1,327,791
30	Other Operating Expense	4,565,097	3,565,097

31
32

Augmentation allowed from investment earnings.

33

FOR THE STATE LIBRARY

34	Personal Services	2,346,382	2,346,382
35	Other Operating Expense	829,034	829,034

36

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COOPERATIVE LIBRARY SERVICES AUTHORITY

38	Total Operating Expense	2,408,848	2,408,848
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ACADEMY OF SCIENCE

40	Total Operating Expense	8,811	8,811
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DISTRIBUTION TO PUBLIC LIBRARIES

42	Other Operating Expense	607,936	607,936
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43

44

The foregoing appropriations for distribution to public libraries shall be distributed among the public libraries of the state of Indiana under IC 4-23-7.1. However, a public library district that does not provide for the issuance of library cards free of charge or for a fee to all individuals who reside in the county in which that public library district is located shall not be considered an eligible public library district in determining the amounts to be distributed under IC 4-23-7.1 and

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1 is not entitled to a distribution under IC 4-23-7.1.

2
3 **FOR THE ARTS COMMISSION**

4	Personal Services	370,220	370,220
5	Other Operating Expense	3,472,563	3,472,563

6
7 **FOR THE HISTORICAL BUREAU**

8	Personal Services	363,347	363,347
9	Other Operating Expense	41,650	41,650

10
11 **HISTORICAL MARKER PROGRAM**

12	Total Operating Expense		25,000
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13
14 **FOR THE COMMISSION ON PROPRIETARY EDUCATION**

15	Personal Services	397,970	397,970
16	Other Operating Expense	62,243	62,243

17
18 **SECTION 10. [EFFECTIVE JULY 1, 1999]**

19
20 The following allocations of federal funds are available for vocational and technical
21 education under the Carl D. Perkins Vocational and Applied Technology Education Act
22 of 1990 (20 U.S.C. 2301, et seq. for the State Vocational and Applied Technology
23 Program) (20 U.S.C. 2394(b) for the Technology Preparation Education Program). These
24 funds shall be received by the department of workforce development, commission on
25 vocational and technical education, and shall be allocated by the budget agency after
26 consultation with the commission on vocational and technical education, the department
27 of education, the commission for higher education, and the department of correction.
28 Funds shall be allocated to these agencies in accordance with the allocations specified
29 below:

30
31 **ADMINISTRATION**

32		494,923	494,923
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33 **STATE PROGRAMS AND LEADERSHIP**

34		2,368,792	2,368,792
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35 **SECONDARY VOCATIONAL PROGRAMS**

36		13,240,029	13,240,029
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37 **POSTSECONDARY VOCATIONAL PROGRAMS**

38		7,584,175	7,584,175
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39 **TECHNOLOGY - PREPARATION EDUCATION**

40		2,494,677	2,494,677
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41
42 (a) There is allocated out of funds made available to Indiana under Section 903 of
43 the Social Security Act, as amended, three hundred fifty-five thousand three hundred
44 fifty dollars (\$355,350) to the department of workforce development.

45 (b) Money allocated under this SECTION is subject to the requirements of IC 22-4-37-1.

46 (c) Money allocated under this SECTION may be used for the following purposes:

47 (1) The administration of the Indiana unemployment insurance programs, including
48 the public employment offices.

49 (2) Acquiring land and erecting buildings for the use of the department of workforce



1 development.
2 (3) Improvements, facilities, paving, landscaping, and fixed equipment as may be
3 required by the department of workforce development.
4

5 SECTION 11. [EFFECTIVE JULY 1, 1999]

6
7 In accordance with IC 20-1-18.3, the budget agency, with the advice of the commission
8 on vocational and technical education and the budget committee, may augment or reduce
9 an allocation of federal funds made under SECTION 10 of this act.

10
11 SECTION 12. [EFFECTIVE JULY 1, 1999]

12
13 Utility bills for the month of June, travel claims covering the period June 16 to
14 June 30, payroll for the period of the last half of June, any interdepartmental bills
15 for supplies or services for the month of June, and any other miscellaneous expenses
16 incurred during the period June 16 to June 30 shall be charged to the appropriation
17 for the succeeding year. No interdepartmental bill shall be recorded as a refund
18 of expenditure to any current year allotment account for supplies or services rendered
19 or delivered at any time during the preceding June period.
20

21 SECTION 13. [EFFECTIVE JULY 1, 1999]

22
23 The budget agency, under IC 4-10-11, IC 4-12-1-13, and IC 4-13-1, in cooperation
24 with the Indiana department of administration, may fix the amount of reimbursement
25 for traveling expenses (other than transportation) for travel within the limits of
26 Indiana. This amount may not exceed actual lodging and miscellaneous expenses incurred.
27 A person in travel status, as defined by the state travel policies and procedures established
28 by the Indiana department of administration and the budget agency, is entitled to a meal
29 allowance not to exceed during any twenty-four (24) hour period the standard meal
30 allowances established by the federal Internal Revenue Service.
31

32 All appropriations provided by this act or any other statute, for traveling and hotel
33 expenses for any department, officer, agent, employee, person, trustee, or commissioner,
34 are to be used only for travel within the state of Indiana, unless those expenses
35 are incurred in traveling outside the state of Indiana on trips that previously have
36 received approval as required by the state travel policies and procedures established
37 by the Indiana department of administration and the budget agency. With the required
38 approval, a reimbursement for out-of-state travel expenses may be granted in an amount
39 not to exceed actual lodging and miscellaneous expenses incurred. A person in travel
40 status is entitled to a meal allowance not to exceed during any twenty-four (24)
41 hour period the standard meal allowances established by the federal Internal Revenue
42 Service for properly approved travel within the continental United States and a minimum
43 of \$50 during any twenty-four (24) hour period for properly approved travel outside
44 the continental United States. However, while traveling in Japan the minimum meal
45 allowance shall not be less than \$90 for any twenty-four (24) hour period. While
46 traveling in Korea and Taiwan, the minimum meal allowance shall not be less than
47 \$85 for any twenty-four (24) hour period; while traveling in Singapore, China, Great
48 Britain, Germany, the Netherlands, and France, the minimum meal allowance shall not
49 be less than \$65 for any twenty-four (24) hour period.



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In the case of the state supported institutions of postsecondary education, approval for out-of-state travel may be given by the chief executive officer of the institution, or the chief executive officer's authorized designee, for the chief executive officer's respective personnel.

Before reimbursing overnight travel expenses, the auditor of state shall require documentation as prescribed in the state travel policies and procedures established by the Indiana department of administration and the budget agency. No appropriation from any fund may be construed as authorizing the payment of any sum in excess of the standard mileage rates for personally owned transportation equipment established by the federal Internal Revenue Service when used in the discharge of state business. The Indiana department of administration and the budget agency may adopt policies and procedures relative to the reimbursement of travel and moving expenses of new state employees and the reimbursement of travel expenses of prospective employees who are invited to interview with the state.

SECTION 14. [EFFECTIVE JULY 1, 1999]

The salary per diem of members of boards, commissions, and councils who are entitled to a salary per diem is \$50 per day. However, members of boards, commissions, or councils who receive an annual or a monthly salary paid by the state are not entitled to the salary per diem provided in IC 4-10-11-2.1.

SECTION 15. [EFFECTIVE JULY 1, 1999]

No payment for personal services shall be made by the auditor of state unless the payment has been approved by the budget agency or the designee of the budget agency.

SECTION 16. [EFFECTIVE JULY 1, 1999]

No warrant for operating expenses, capital outlay, or fixed charges shall be issued to any department or an institution unless the receipts of the department or institution have been deposited into the state treasury for the month. However, if a department or an institution has more than \$10,000 in daily receipts, the receipts shall be deposited into the state treasury daily.

SECTION 17. [EFFECTIVE JULY 1, 1999]

In case of loss by fire or any other cause involving any state institution or department, the proceeds derived from the settlement of any claim for the loss shall be deposited in the state treasury, and the amount deposited is hereby reappropriated to the institution or department for the purpose of replacing the loss. If it is determined that the loss shall not be replaced, any funds received from the settlement of a claim shall be deposited into the state general fund.

SECTION 18. [EFFECTIVE JULY 1, 1999]

If an agency has computer equipment in excess of the needs of that agency, then the



1 excess computer equipment may be sold under the provisions of surplus property sales,
2 and the proceeds of the sale or sales shall be deposited in the state treasury. The
3 amount so deposited is hereby reappropriated to that agency for other operating expenses
4 of the then current year, if approved by the director of the budget agency.
5

6 **SECTION 19. [EFFECTIVE JULY 1, 1999]**
7

8 If any state penal or benevolent institution other than the Indiana state prison,
9 Pendleton correctional facility, or Putnamville correctional facility shall, in the
10 operation of its farms, produce products, or commodities in excess of the needs of
11 the institution, the surplus may be sold through the division of industries and farms,
12 the director of the supply division of the Indiana department of administration,
13 or both. The proceeds of any such sale or sales shall be deposited in the state treasury.
14 The amount deposited is hereby reappropriated to the institution for expenses of
15 the then current year if approved by the director of the budget agency. The exchange
16 between state penal and benevolent institutions of livestock for breeding purposes
17 only is hereby authorized at valuations agreed upon between the superintendents or
18 wardens of the institutions. Capital outlay expenditures may be made from the institutional
19 industries and farms revolving fund if approved by the budget agency and the governor.
20

21 **SECTION 20. [EFFECTIVE JULY 1, 1999]**
22

23 This act does not authorize any rehabilitation and repairs to any state buildings,
24 nor does it allow that any obligations be incurred for lands and structures, without
25 the prior approval of the budget director or the director's designee. This SECTION
26 does not apply to contracts for the construction or maintenance of roads and bridges,
27 to the acquisition of rights-of-way for roads or bridges, or to the state universities
28 supported in whole or in part by state funds.
29

30 **SECTION 21. [EFFECTIVE JULY 1, 1999]**
31

32 If an agency has an annual appropriation fixed by law, and if the agency also receives
33 an appropriation in this act for the same function or program, the appropriation
34 in this act supersedes any other appropriations and is the total appropriation for
35 the agency for that program or function.
36

37 **SECTION 22. [EFFECTIVE JULY 1, 1999]**
38

39 The balance of any appropriation or funds heretofore placed or remaining to the credit
40 of any division of the state of Indiana, and any appropriation or funds provided
41 in this act placed to the credit of any division of the state of Indiana, the powers,
42 duties, and functions whereof are assigned and transferred to any department for
43 salaries, maintenance, operation, construction, or other expenses in the exercise
44 of such powers, duties, and functions, shall be transferred to the credit of the
45 department to which such assignment and transfer is made, and the same shall be available
46 for the objects and purposes for which appropriated originally.
47

48 **SECTION 23. [EFFECTIVE JULY 1, 1999]**
49



1 **The director of the division of procurement of the Indiana department of administration,**
2 **or any other person or agency authorized to make purchases of equipment, shall not**
3 **honor any requisition for the purchase of an automobile that is to be paid for from**
4 **any appropriation made by this act or any other act, unless the following facts are**
5 **shown to the satisfaction of the commissioner of the department of administration**
6 **or the commissioner's designee.**

7 **(1) In the case of an elected state officer, it shall be shown that the duties of**
8 **the office require driving about the state of Indiana in the performance of official**
9 **duty.**

10 **(2) In the case of department or commission heads, it shall be shown that the statutory**
11 **duties imposed in the discharge of the office require traveling a greater distance**
12 **than one thousand (1,000) miles each month or that they are subject to official duty**
13 **call at all times.**

14 **(3) In the case of employees, it shall be shown that the major portion of the duties**
15 **assigned to the employee require travel on state business in excess of one thousand**
16 **(1,000) miles each month, or that the vehicle is identified by the agency as an integral**
17 **part of the job assignment. In computing the number of miles required to be driven**
18 **by a department head or an employee, the distance between the individual's home and**
19 **office or designated official station is not to be considered as a part of the total.**
20 **Department heads shall annually submit justification for the continued assignment**
21 **of each vehicle in their department, which shall be reviewed by the commissioner**
22 **of the Indiana department of administration, or the commissioner's designee. There**
23 **shall be an insignia permanently affixed on each side of all state owned cars, designating**
24 **the cars as being state owned. However, this requirement does not apply to state**
25 **owned cars driven by elected state officials or to cases where the commissioner of**
26 **the Indiana department of administration or the commissioner's designee determines**
27 **that affixing insignia on state owned cars would hinder or handicap the persons driving**
28 **the cars in the performance of their official duties.**

29
30 **SECTION 24. [EFFECTIVE JULY 1, 1999]**

31
32 **When budget agency approval or review is required under this act, the budget agency**
33 **may refer to the budget committee any budgetary or fiscal matter for an advisory**
34 **recommendation. The budget committee may hold hearings and take any actions**
35 **authorized by IC 4-12-1-11, and may make an advisory recommendation to the budget**
36 **agency.**

37
38 **SECTION 25. [EFFECTIVE JULY 1, 1999]**

39
40 **The governor of the state of Indiana is solely authorized to accept on behalf of**
41 **the state any and all federal funds available to the state of Indiana. Federal funds**
42 **received under this SECTION are appropriated for purposes specified by the federal**
43 **government, subject to allotment by the budget agency. The provisions of this SECTION**
44 **and all other SECTIONS concerning the acceptance, disbursement, review, and approval**
45 **of any grant, loan, or gift made by the federal government or any other source to**
46 **the state or its agencies and political subdivisions shall apply, notwithstanding**
47 **any other law.**

48
49 **SECTION 26. [EFFECTIVE JULY 1, 1999]**



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Federal funds received as revenue by a state agency or department are not available to the agency or department for expenditure until allotment has been made by the budget agency under IC 4-12-1-12(d).

SECTION 27. [EFFECTIVE JULY 1, 1999]

A contract or an agreement for personal services or other services may not be entered into by any agency or department of state government without the approval of the budget agency or the designee of the budget director. Each demand for payment submitted by the agency or department to the auditor of state by claim voucher under such contracts or agreements shall be accompanied by a copy of the budget agency approval, or approval of any agency to whom the budget agency delegated signature authority, and no payment shall be made by the auditor of state without such approval. This SECTION does not apply to any contract entered into by an agency or department of state government that is the result of a public works project contract under IC 4-13.6.

SECTION 28. [EFFECTIVE JULY 1, 1999]

Except in those cases where a specific appropriation has been made to cover the payments for any of the following, the auditor of state shall transfer, from the personal services appropriations for each of the various agencies and departments, necessary payments for Social Security, public employees' retirement, health insurance, life insurance, and any other similar payments directed by the budget agency.

SECTION 29. [EFFECTIVE JULY 1, 1999]

Subject to SECTION 24 of this act as it relates to the budget committee, the budget agency with the approval of the governor may withhold allotments of any or all appropriations contained in this act for the 1999-2001 biennium, if it is considered necessary to do so in order to prevent a deficit financial situation.

SECTION 30. [EFFECTIVE JULY 1, 1998 (RETROACTIVE)]

(a) The following appropriation is made in addition to those found in P.L. 260-1997 (ss), SECTION 8, Part A.

TEMPORARY ASSISTANCE TO NEEDY FAMILIES (TANF)

Total Operating Expense	25,000,000
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The foregoing appropriation is for the state fiscal year beginning July 1, 1998 and is made to enable the state to meet the maintenance of effort requirement for the federal temporary assistance to needy families block grant.

(b) Welfare fraud unit revenues collected by the state from court settlements or judgments in welfare fraud (TANF or Food stamps) cases shall not revert. This SECTION expires July 1, 1999.

SECTION 31. [EFFECTIVE JULY 1, 1999]



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CONSTRUCTION

For the 1999-2001 biennium, the following amounts, from the funds listed as follows, are hereby appropriated to provide for the construction, reconstruction, rehabilitation, repair, purchase, rental, and sale of state properties, capital lease rentals and the purchase and sale of land, including equipment for such properties.

State General Fund - Lease Rentals	124,044,008
State General Fund - Construction	369,737,238
State Police Building Account (IC 9-29-1-4)	1,955,580
Law Enforcement Academy Building Fund (IC 5-2-1-13)	1,700,000
Cigarette Tax Fund (Natural Resource) (IC 6-7-1-28.1)	8,927,601
Veterans' Home Building Fund (IC 10-6-1-9)	4,080,031
Postwar Construction Fund (IC 7.1-4-8-1)	29,342,259
TOTAL	539,786,717

The allocations provided under this SECTION are made from the state general fund, unless specifically authorized from other designated funds by this act. The budget agency, with the approval of the governor, in approving the allocation of funds pursuant to this SECTION, shall consider, as funds are available, allocations for the following specific uses, purposes, and projects:

GENERAL GOVERNMENT

INDIANA SENATE

New Voting System	300,000
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DEPARTMENT OF ADMINISTRATION

Rehabilitation of State Library	11,761,000
Preventive Maintenance	3,935,900
Repair and Rehabilitation	5,357,000
Parking Garages Lease Rentals	11,214,627
Government Center North Lease Rentals	26,768,857
Government Center South Lease Rentals	30,139,689

DEPARTMENT OF STATE REVENUE

Preventive Maintenance	332,850
Repair and Rehabilitation	80,690

STATE BUDGET AGENCY

Health and Safety Compliance Contingency Fund	4,600,000
Capital Needs Assessments	500,000
Internet2	5,200,000



1	STATE FAIR COMMISSION	
2	Repair and Rehabilitation	100,000
3	INTERNATIONAL PORT COMMISSION	
4	Upgrade Roadway	2,460,000
5	Clark Maritime Railroad Loop and Interior Road	690,000
6	Southwind Maritime Road/Rail Infrastructure	1,210,000
7		
8	PUBLIC SAFETY	
9	A. LAW ENFORCEMENT	
10	INDIANA STATE POLICE DEPARTMENT	
11	State Police Building Fund (IC 9-29-1-4)	
12	Preventive Maintenance	355,580
13	Repair and Rehabilitation	1,600,000
14	LAW ENFORCEMENT TRAINING BOARD	
15	Emergency Vehicle Operations Course Repair and Upgrade	1,000,000
16		
17	Law Enforcement Academy Building Fund (IC 5-2-1-13)	
18	Preventive Maintenance	162,435
19	Repair and Rehabilitation	1,537,565
20	ADJUTANT GENERAL	
21	Preventive Maintenance	250,000
22	Repair and Rehabilitation	2,900,245
23		
24	B. CORRECTIONS	
25	DEPARTMENT OF ADMINISTRATION	
26	Miami Correctional Lease Rentals	19,269,200
27	Pendleton Juvenile Lease Rentals	5,255,450
28	Rockville Correctional Lease Rentals	8,763,287
29	Wabash Valley Correctional Lease Rentals	22,632,898
30	DEPARTMENT OF CORRECTION	
31	Repair and Rehabilitation	100,000
32	Hazardous Materials Remediation	1,500,000
33	CORRECTION WORK RELEASE CENTERS	
34	Preventive Maintenance	96,858
35		
36	Postwar Construction Fund (IC 7.1-4-8-1)	
37	Repair and Rehabilitation	134,500
38	CORRECTIONAL UNITS	
39	Preventive Maintenance	420,000
40	Repair and Rehabilitation	448,500
41	LCF Dayroom and West Dorm	1,550,000
42		
43	Postwar Construction Fund (IC 7.1-4-8-1)	
44	Repair and Rehabilitation	765,250
45	INDIANA STATE PRISON	
46	Preventive Maintenance	1,116,656
47	Renovate IDU/A and O	3,100,000
48		
49	Postwar Construction Fund (IC 7.1-4-8-1)	



	<i>FY 1999-2000 Appropriation</i>	<i>FY 2000-2001 Appropriation</i>	<i>Biennial Appropriation</i>
1			1,500,000
2			1,806,490
3	PENDLETON CORRECTIONAL FACILITY		
4			958,073
5			75,000
6			1,500,000
7			
8			
9			282,250
10	WOMEN'S PRISON		
11			262,500
12			
13			
14			81,765
15	PUTNAMVILLE CORRECTIONAL FACILITY		
16			810,598
17			
18			
19			2,997,611
20			1,393,313
21			439,752
22	PLAINFIELD JUVENILE CORRECTIONAL FACILITY		
23			523,026
24			931,000
25			
26			
27			3,441,000
28			530,325
29	INDIANAPOLIS JUVENILE CORRECTIONAL FACILITY		
30			312,640
31			1,000,000
32			
33			
34			365,205
35	BRANCHVILLE CORRECTIONAL FACILITY		
36			331,606
37			995,000
38			
39			
40			500,000
41	WESTVILLE CORRECTIONAL FACILITY		
42			1,146,049
43			1,100,000
44			575,000
45			8,000,000
46			
47			
48			1,965,000
49	ROCKVILLE CORRECTIONAL FACILITY		



	<i>FY 1999-2000 Appropriation</i>	<i>FY 2000-2001 Appropriation</i>	<i>Biennial Appropriation</i>
1	Preventive Maintenance		331,606
2	PLAINFIELD CORRECTIONAL FACILITY		
3	Preventive Maintenance		553,607
4	Renovate Service Building		3,918,010
5			
6	Postwar Construction Fund (IC 7.1-4-8-1)		
7	North Dorm Renovation		4,248,726
8	Repair and Rehabilitation		839,750
9	RECEPTION DIAGNOSTIC CENTER		
10	Preventive Maintenance		216,471
11			
12	Postwar Construction Fund (IC 7.1-4-8-1)		
13	Repair and Rehabilitation		376,050
14			
15	PEN PRODUCTS		
16	Preventive Maintenance		106,050
17	CORRECTIONAL INDUSTRIAL FACILITY		
18	Preventive Maintenance		500,022
19	Repair and Rehabilitation		172,500
20			
21	Postwar Construction Fund (IC 7.1-4-8-1)		
22	Repair and Rehabilitation		865,272
23	WABASH VALLEY CORRECTIONAL FACILITY		
24	Preventive Maintenance		801,500
25			
26	Postwar Construction Fund (IC 7.1-4-8-1)		
27	Gymnasium Level 4		3,110,000
28	Repair and Rehabilitation		200,000
29	MIAMI CORRECTIONAL FACILITY		
30	Preventive Maintenance		500,000
31	NEW CASTLE CORRECTION FACILITY		
32	Preventive Maintenance		635,250
33	PENDLETON JUVENILE CORRECTIONAL FACILITY		
34	Preventive Maintenance		350,000
35			
36	CONSERVATION AND ENVIRONMENT		
37	DEPARTMENT OF NATURAL RESOURCES		
38			
39	STATE MUSEUM		
40	Preventive Maintenance		213,310
41	Repair and Rehabilitation		985,000
42	ENFORCEMENT		
43	Repair and Rehabilitation		60,500
44			
45	Cigarette Tax Fund (IC 6-7-1-28.1)		
46	Preventive Maintenance		199,500
47	FISH AND WILDLIFE		
48	Fish and Wildlife Structural Integrity		2,731,000
49	Repair and Rehabilitation		591,000



	<i>FY 1999-2000 Appropriation</i>	<i>FY 2000-2001 Appropriation</i>	<i>Biennial Appropriation</i>
1	Rehabilitation of Shooting Ranges		2,400,000
2			
3	Cigarette Tax Fund (IC 6-7-1-28.1)		
4	Preventive Maintenance		1,741,215
5	FORESTRY		
6	Repair and Rehabilitation		3,444,650
7	Harrison Wyandotte Complex Rehabilitation		1,085,000
8	Morgan Monroe Recreation Area Rehabilitation		970,000
9			
10	Cigarette Tax Fund (IC 6-7-1-28.1)		
11	Preventive Maintenance		1,684,200
12	HISTORIC SITES		
13	Repair and Rehabilitation		1,045,000
14	Angel Mounds Restoration		530,000
15	TC Steele Restoration		400,000
16	Lanier Mansion		450,000
17			
18	Cigarette Tax Fund (IC 6-7-1-28.1)		
19	Preventive Maintenance		273,186
20	NATURE PRESERVES		
21	Preventive Maintenance		105,000
22	Repair and Rehabilitation		525,000
23	OUTDOOR RECREATION		
24	Repair and Rehabilitation		275,000
25			
26	Cigarette Tax Fund (IC 6-7-1-28.1)		
27	Preventive Maintenance		32,025
28	STATE PARKS AND RESERVOIR MANAGEMENT		
29	Electrical and HVAC Projects		1,521,700
30	Trails		1,000,000
31	Lake and River Rehabilitation		2,000,000
32	Repair and Rehabilitation		2,326,100
33	General Rehab		8,500,000
34	Charlestown Development		4,028,000
35	Fort Harrison Development		2,810,500
36	Prophetstown Development		6,499,226
37	Water, Wastewater, and Related Projects		9,010,600
38	Inn Projects		6,053,800
39	Restroom and Shower Rehabilitation		1,885,600
40	Swimming Pool Rehabilitation		2,100,000
41	Potato Creek		5,000,000
42			
43	Cigarette Tax Fund (IC 6-7-1-28.1)		
44	Preventive Maintenance		4,682,475
45	GENERAL ADMINISTRATION		
46	Repair and Rehabilitation		100,000
47	ADA Repair and Rehabilitation		2,200,000
48	Dams		10,000,000
49	Elkhart/St. Joseph River Snagging Project		450,000



1	DIVISION OF WATER	
2	Repair and Rehabilitation	925,000
3		
4	Cigarette Tax Fund (IC 6-7-1-28.1)	
5	Preventive Maintenance	315,000
6	WAR MEMORIALS COMMISSION	
7	Preventive Maintenance	869,765
8	War Memorial Exterior Phase II	2,328,599
9	Plaza Pavement Rehabilitation	1,500,000
10	War Memorial Interior	3,032,025
11		
12	FAMILY AND SOCIAL SERVICES, HEALTH, AND VETERANS' AFFAIRS	
13	A. FAMILY AND SOCIAL SERVICES ADMINISTRATION	
14	Richmond Energy Savings Repayment	215,315
15	Larue Carter Energy Savings Repayment	224,975
16	Asbestos, IOSHA, and Demolition	3,500,000
17	EVANSVILLE PSYCHIATRIC CHILDREN'S CENTER	
18	Preventive Maintenance	43,877
19	Repair and Rehabilitation	120,000
20	EVANSVILLE STATE HOSPITAL	
21	Preventive Maintenance	727,650
22	Replacement	26,000,000
23	MADISON STATE HOSPITAL	
24	Preventive Maintenance	934,047
25	Repair and Rehabilitation	2,175,000
26	Tuckpointing and Caulking	1,500,000
27	LOGANSPOUT STATE HOSPITAL	
28	Preventive Maintenance	926,100
29	Repair and Rehabilitation	1,271,375
30	LARUE D. CARTER MEMORIAL HOSPITAL	
31	Preventive Maintenance	1,427,052
32	Repair and Rehabilitation	3,102,000
33	RICHMOND STATE HOSPITAL	
34	Preventive Maintenance	1,164,158
35	Repair and Rehabilitation	1,449,000
36	Clinical Treatment Center	4,915,000
37	FORT WAYNE STATE DEVELOPMENTAL CENTER	
38	Preventive Maintenance	1,392,044
39	Repair and Rehabilitation	525,000
40	MUSCATATUCK STATE DEVELOPMENTAL CENTER	
41	Preventive Maintenance	1,209,086
42		
43	Postwar Construction Fund (IC 7.1-4-8-1)	
44	Life Safety Certification Rehabilitation	3,500,000
45		
46	B. PUBLIC HEALTH	
47	DEPARTMENT OF HEALTH	
48	Preventive Maintenance	380,000
49	Repair and Rehabilitation	270,000



	<i>FY 1999-2000 Appropriation</i>	<i>FY 2000-2001 Appropriation</i>	<i>Biennial Appropriation</i>
1			147,724
2	SILVERCREST CHILDREN'S DEVELOPMENT CENTER		
3	Preventive Maintenance		161,140
4	SCHOOL FOR THE BLIND		
5	Preventive Maintenance		512,499
6	Repair and Rehabilitation		2,107,000
7	Air Condition Dorms		1,900,000
8	Relocate Central Receiving		350,000
9	Demolish Old Pool		350,000
10	SCHOOL FOR THE DEAF		
11	Preventive Maintenance		531,846
12	Repair and Rehabilitation		997,022
13	Renovate Buildings 10, 15 and 16		1,316,205
14	Renovate Main Dormitory		1,010,374
15	Beecher and Simpson Halls		1,712,040
16	SOLDIERS' AND SAILORS' CHILDREN'S HOME		
17	Preventive Maintenance		310,446
18	Repair and Rehabilitation		1,833,500
19			
20	C. VETERANS' AFFAIRS		
21	VETERANS' HOME		
22	Veterans' Home Building Fund (IC 10-6-1-9)		
23	Preventive Maintenance		697,331
24	Repair and Rehabilitation		3,382,700
25			
26	EDUCATION		
27	INDIANA UNIVERSITY - TOTAL SYSTEM		
28	General Repair and Rehab		32,650,747
29	PURDUE UNIVERSITY - TOTAL SYSTEM		
30	General Repair and Rehab		25,195,607
31	INDIANA STATE UNIVERSITY		
32	General Repair and Rehab		6,982,429
33	UNIVERSITY OF SOUTHERN INDIANA		
34	General Repair and Rehab		1,061,673
35	BALL STATE UNIVERSITY		
36	General Repair and Rehab		9,290,349
37	VINCENNES UNIVERSITY		
38	General Repair and Rehab		3,228,920
39	IVY TECH STATE COLLEGE		
40	General Repair and Rehab		2,979,214
41			
42	DEPARTMENT OF TRANSPORTATION		
43	Airport Development - State Match		3,000,000
44			
45	The foregoing allocation for the Indiana department of transportation is for airport		
46	development and shall be used for the purpose of assisting local airport authorities		
47	and local units of government in matching available federal funds under the airport		
48	improvement program and for matching federal grants for airport planning and for		
49	the other airport studies. Matching grants of aid shall be made in accordance with		



1 the approved annual capital improvements program of the Indiana department of transportation
 2 and with the approval of the governor and the budget agency.

3
 4 **EDUCATION**

5 **STATE BUDGET AGENCY**

6	Columbus Higher Education Facility and Program Campus Planning	750,000
7	Medical School	30,000,000
8	Internet 2: Abilene Network Options Center Startup	395,500
9	Internet 2: Repay 1998-99 Startup Expense	1,136,742

10 **PURDUE UNIVERSITY**

11	North Central Campus Technology Building	3,555,000
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12 **UNIVERSITY OF SOUTHERN INDIANA**

13	Science Education Building	12,600,000
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14 **IVY TECH STATE COLLEGE**

15	Richmond Classroom Building (A&E)	1,708,000
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16 **IHETS**

17	SUVON and Video Migration to ATM Backbone	2,485,000
18	Equipment Reserve	450,000

19
 20 The above sums appropriated to Indiana University, Purdue University, Indiana State
 21 University, University of Southern Indiana, Vincennes University, and Ivy Tech State
 22 College are in addition to all income of said institutions from all permanent fees
 23 and endowments, and from all land grants, fees, earnings, and receipts, including
 24 gifts, grants, bequests, and devises, and receipts from any miscellaneous sales from
 25 whatever source derived.

26
 27 **SECTION 32. [EFFECTIVE JULY 1, 1999]**

28
 29 The trustees of Indiana University, Purdue University, Indiana State University,
 30 Ball State University, and Ivy Tech State College may issue and sell bonds under
 31 IC 20-12-6, subject to the approvals required by IC 20-12-5.5 and IC 23-13-18, for
 32 the following projects so long as for each institution the sum of principal costs
 33 of any bond issued, excluding amounts necessary to provide money for debt service
 34 reserves, credit enhancement, or other costs incidental to the issuance of the bonds,
 35 does not exceed the total authority listed below for that institution:

37	INDIANA UNIVERSITY-Kokomo Campus	
38	New Science and Allied Health Building	12,792,000

40	INDIANA UNIVERSITY PURDUE UNIVERSITY AT INDIANAPOLIS	
41	Classroom Building University Information Technology Services (UITS)	15,150,000

43	PURDUE UNIVERSITY West Lafayette Campus	
44	Visual Performing Arts Building	20,750,000
45	Boiler Upgrade Phase II	18,554,000

47	INDIANA STATE UNIVERSITY	
48	Power Plant	16,601,000



1	BALL STATE UNIVERSITY		
2	South Quadrangle Project		16,800,000
3			
4	IVY TECH STATE COLLEGE		
5	Lafayette Campus Phase II		10,900,000
6	Bloomington Campus		20,000,000
7			
8	SECTION 33. [EFFECTIVE JULY 1, 1999]		
9			
10	BUILD INDIANA FUND (BIF) (IC 4-30-17)		
11			
12	For the 1999-2001 biennium, the following amounts are hereby appropriated from the		
13	Build Indiana Fund.		
14			
15	FOR THE BUDGET AGENCY		
16			
17	INDIANA TECHNOLOGY FUND		74,000,000
18			
19	The above appropriation for the Indiana technology fund includes the following allocations		
20	for libraries, Intelenet, department of education/technology grants, department of		
21	education/scientific instrument project, professional development in technology, and		
22	IHETS for the state backbone.		
23			
24	Libraries (IC 4-34-3-2)		
25		3,000,000	3,000,000
26	Intelenet (IC 4-34-3-4)		
27		6,500,000	6,500,000
28	Department of Education/technology grants (IC 4-34-3-5)		
29		27,500,000	27,500,000
30			
31	COMMUNITY WASTEWATER AND DRINKING WATER GRANTS		
32	AND LOANS		40,000,000
33			
34	The foregoing appropriation for local wastewater and drinking water grants and loans		
35	shall be deposited in the supplemental drinking water and wastewater assistance fund		
36	established by IC 13-18-21-21.		
37			
38	THE DEPARTMENT OF TRANSPORTATION		
39	State airport improvement grant program		2,000,000
40	THE DEPARTMENT OF NATURAL RESOURCES		
41	Lake Shafer Enhancement		2,000,000
42	Lake George Dredging (Lake County)		500,000
43	Heritage Trust		5,000,000
44	Hometown Indiana		2,200,000
45			
46	FOR THE STATE BUDGET AGENCY - LOCAL PROJECTS		
47			
48	Aboite Twp. Parks Project, Allen Co.		100,000
49	Adams County Emergency Medical Service		5,000



1	Alexandria Community Center		50,000
2	Allen Co. forensic		75,000
3	Allen County Courthouse Restoration Project		200,000
4	Allen County Historical Society		150,000
5	Amboy Park Improvement Project, Miami Co.		10,000
6	Auburn Cord Museum		250,000
7	Aurora		100,000
8	Avilla Flood Protection		160,000
9	Avon Town Hall, Hendricks Co.		20,000
10	Bargersville Town Hall, Johnson Co.		25,000
11	Bartholomew Fairgrounds		200,000
12	Beaver Twp. Bldg.		80,000
13	Bedford -- Courthouse		200,000
14	Bedford -- Plaza		200,000
15	Bedford -- Elevator		75,000
16	Beech Grove Library		20,000
17	Berne Community Bldg.		100,000
18	Bluffton - Sidewalk Repair		50,000
19	Boone County 4-H Fair		40,000
20	Bowser Recreation Center		50,000
21	Brazil YMCA		30,000
22	Broad Ripple Central Canal Revitalization Project		75,000
23	Broad Ripple Canal		400,000
24	Bruce Lake Sediment Trap		115,000
25	Cambridge City Improv.		25,000
26	Carnegie Public Library, Angola, Steuben Co.		10,000
27	Carr Twp. Conservation Club, Medora, Jackson Co.		7,000
28	Carson Park		306,000
29	Cass County 4-H Fairgrounds, Logansport, Cass Co.		150,000
30	Cedar Lake Enhancement		200,000
31	Chandler Sidewalk Repair		50,000
32	Churubusco Town Park Project, Whitley Co.		10,000
33	Cicero Parks Department, Hamilton Co.		25,000
34	Civilian Center		50,000
35	Clarksburg Community Center		100,000
36	Clay Twp., St. Joseph Co.		100,000
37	Clear Lake Town Hall		50,000
38	Clinton Co. Livestock		225,000
39	Columbia Twp. Community Center Renovation		5,000
40	Columbian Park Zoo		10,000
41	Court House Restoration, Bluffton, Wells Co.		50,000
42	Courthouse Restoration		300,000
43	Crawfordsville Police Station		200,000
44	Crown Point Restoration		150,000
45	Daleville Community Library, Salem Twp., Delaware Co.		10,000
46	Day Break Children's Center		25,000
47	Decatur Boys and Girls Club Daycare		75,000
48	Decatur Women's Shelter		50,000
49	Decatur Co. Fair Bldg.		175,000



	<i>FY 1999-2000 Appropriation</i>	<i>FY 2000-2001 Appropriation</i>	<i>Biennial Appropriation</i>
1	DeKalb County Airport, Auburn, DeKalb Co.		10,000
2	DeKalb County Airport, Jackson Twp., DeKalb Co.		10,000
3	Deshee -- Pump		50,000
4	Discovery Lodge		50,000
5	Downtown Park, Gas City, Grant Co.		5,000
6	Downtown Infrastructure, Rushville, Rush Co.		20,000
7	Dyer Infrastructure		100,000
8	Eaton Library		90,000
9	Elizabeth Town Community Center		250,000
10	Elkhart RV Hall		200,000
11	Elkhart Municipal Airport, Elkhart Co.		200,000
12	Elkhart Elco Theatre Restoration		100,000
13	Elkhart River Restoration		50,000
14	Elkhart Railroad Safety		50,000
15	Elwood City Hall Renovation		100,000
16	Equine Center		150,000
17	Erie Canal Restoration		50,000
18	Etna Green Park		40,000
19	Evansville Improvement Construction		400,000
20	Fairbanks Center		25,000
21	Fairmount Comm. Bldg		75,000
22	Fairmount - Scott Opera		25,000
23	Fairmount Historic Museum		25,000
24	Fayette Co. Fair Bldg.		100,000
25	Firefighters Museum		50,000
26	Fishers Parks Department, Hamilton Co.		25,000
27	Frankfort Library		116,500
28	Freelandville Town Hall		75,000
29	Ft. Harrison Reuse		500,000
30	Fulton Co. -- radar		10,000
31	Fulton Co -- airport		200,000
32	Galveston -- center		50,000
33	Garrett Tennis Court		25,000
34	GIS System, Union Twp., Dekalb Co.		5,000
35	Golay Comm. Center		25,000
36	Goshen -- Bashor's		150,000
37	Goshen Theatre		50,000
38	Grand Wayne Conv. Center		750,000
39	Grant Co. Juvenile Center		300,000
40	Greencastle City Hall		100,000
41	Greenfield Senior Citizens		225,000
42	Greenfield - Sugar Creek Library		400,000
43	Greenwood Park Land Acq.		150,000
44	Greenwood Library		50,000
45	Griffin - Park Improvement		25,000
46	Grouseland		50,000
47	Guyer Opera House, Henry Co.		5,000
48	Hagerstown Downtown Museum		12,000
49	Hagerstown Downtown Improvements, Wayne Co.		15,000



	<i>FY 1999-2000 Appropriation</i>	<i>FY 2000-2001 Appropriation</i>	<i>Biennial Appropriation</i>
1	Harmony Drainage		350,000
2	Harris Twp., St Joseph Co.		100,000
3	Hartsville Community Square		196,000
4	Henry Co. Small Child's Park		60,000
5	Holliday Park Nature Center		210,000
6	Howard County 4-H Fair Pavillion, Greentown		20,000
7	Howe Military		30,000
8	Huntington Co. Fairgrounds		150,000
9	Huntington Co. access		100,000
10	Imagination Station - Renovation of Facility		24,000
11	Jac-Cen-Del Community High School, Diamond Lights		10,000
12	Jackson Co. -- Bridge		85,000
13	Jacksonville City Hall		40,000
14	Jasper County Airport		10,000
15	Jay Co. Historic Museum		20,000
16	Jay Co. Arts Center		50,000
17	Kendallville Museum		250,000
18	Knights town Community Center		125,000
19	Knobs tone Trail		50,000
20	Lagrange Save the Bricks		65,000
21	Lake Edgewood - Dredging & Dam Repair		75,000
22	Lake Dalecarlia Restoration		70,000
23	Lakeville Infrastructure, St. Joseph Co.		45,000
24	LaPaz Park Dept., Marshall County		7,500
25	LaPorte Municipal Airport Authority, LaPorte Co.		15,000
26	LaPorte County Fairgrounds, Community Building Proj.		10,000
27	Lawrence County 4-H Fairgrounds		125,000
28	Liberty Twp. Park Project, Wells Co.		20,000
29	Lighting Improvements, Edgewood, Madison Co.		10,000
30	Lizton Infrastructure		100,000
31	Lodoga Normal Hall		100,000
32	Lynn Historical Museum		125,000
33	Lynnville Bread Ministry		9,000
34	Madison County 4-H Fairgrounds, Show Arena		75,000
35	Mansfield Mills		60,000
36	Marion Co. Fairgrounds		500,000
37	Marion Airport Project, Grant Co.		20,000
38	Marion Co. Library		200,000
39	Matthew 25		25,000
40	McBride Stadium		350,000
41	McMillen Ice Center		250,000
42	Meadowood Park Drainage Improvements, Speedway		50,000
43	Miami County 4-H Fairgrounds, Peru		120,000
44	Mid-American		75,000
45	Milford Elementary School		4,881
46	Military Park, St. Joseph Co.		50,000
47	Mishawaka Old Theater Restoration		50,000
48	Monroe Youth League		5,000
49	Monroe Co. Courthouse		50,000



	<i>FY 1999-2000 Appropriation</i>	<i>FY 2000-2001 Appropriation</i>	<i>Biennial Appropriation</i>
1	Mooresville Infrastructure, Traffic Light, Brown Twp.		10,000
2	Morocco Community Center		100,000
3	Mulberry Library		50,000
4	Nappanee Library		100,000
5	Nettle Creek Museum		5,000
6	Noah's Ark		100,000
7	Noblesville Greenway		100,000
8	North Liberty Water Tank		400,000
9	North Vernon Airport		107,000
10	North Family YMCA		175,000
11	North Judson Senior Center		100,000
12	Northwestern School District Fire Well		100,000
13	Northwood Athletic Improvement - Restroom Facilities		75,000
14	Nyona -- dredging		105,000
15	Osceola, St. Joseph County Drainage Infrastructure		75,000
16	Park County Fairgrounds		25,000
17	Park Theatre Civic		100,000
18	Parks and Recreation Dept., Frankfort, Clinton Co.		10,000
19	Patton Lake - Dredging		105,000
20	Performing Arts		300,000
21	Pierson Twp. Center		37,500
22	Pimento Community Center		25,000
23	Prairie Township Park		50,000
24	Prophetstown Museum		200,000
25	Putnam Co. Fairgrounds		95,000
26	Randolph Co. Clock Tower		50,000
27	Randolph Co. Historical Society		150,000
28	Rensselaer Park Department, Jasper Co.		20,000
29	Ripley Co. Humane		65,000
30	Rocky Ripple Improv.		62,000
31	Royal Center -- Park		50,000
32	Rushville Downtown		150,000
33	Salamonie Elementary School, Playground Improvement		10,000
34	Salem Police Department, Washington Twp.		175,000
35	Salem -- Library		200,000
36	Shelby Co. Parks		100,000
37	Shelbyville Fair		45,000
38	Sheridan Parks Dept., Hamilton Co.		10,000
39	Sidewalks, Chandler, Warrick Co.		10,000
40	Snow Removal Equipment, Silver Lake, Kosciusko Co.		60,000
41	Southlake Community Center		150,000
42	Southport Community Center		130,000
43	Southwest Way Park		494,000
44	Speedway - Entrance to 500		100,000
45	Speedway Infrastructure, Sidewalks, Marion Co.		20,000
46	Spencer-Owen Improv.		100,000
47	Spiceland Preservation and Tourism, Henry Co.		10,000
48	Spring Lake		130,000
49	St. Joseph Co. Juvenile Ctr.		75,000



1	Steuben County Municipal Airport, Angola, Steuben	10,000
2	Sullivan Co. -- Park	75,000
3	Sullivan Co. Airport	80,000
4	Sullivan Co. -- Fair	50,000
5	Sweetser -- sidewalk	45,000
6	Syracuse Comm. Center	200,000
7	Tipton County Library, Cicero Twp., Tipton	25,000
8	Town Center Building Renovation, Long Beach,	50,000
9	Town of Advance - Demolition	50,000
10	VanBuren Town Hall Renovation	125,000
11	Vanderburgh Co. German Twp. Community Ctr.	30,000
12	Vanderburgh Co. ARC Improvement	250,000
13	Vanderburgh Co. Courthouse	30,000
14	Versailles Community Center	100,000
15	Vincennes -- Park	50,000
16	Vincennes Soccer	30,000
17	Vincennes -- Levee	50,000
18	Wabah Valley Fair	100,000
19	Wabash Landing	350,000
20	Wabash Co. 4-H	150,000
21	Wabash Co. Museum	100,000
22	Wakarusa Historical Society, Elkhart Co.	15,000
23	Wallace Infrastructure	100,000
24	Washington Twp. Bldg.	115,000
25	Washington Twp. Library	25,000
26	Washington Twp. Parks Project, Hendricks Co.	10,000
27	Wayne Co. Gaar House Museum	125,000
28	Wayne Co. Museum	10,000
29	Whitley Co. - 4-H	150,000
30	Wilkinson Repair	30,000
31	Williamport - water tank	75,000
32	Windfall Park	100,000
33	Winfield Community Center	50,000
34	Ye Olde Central House, Jackson Twp., Napoleon	3,000
35	Youth Sports Complex, Washington Twp., Greensburg	10,000
36	Zanesville Bldg.	25,000
37	Zionsville Infrastructure	500,000
38		
39	TOTAL LOCAL PROJECTS	23,471,381
40		
41	FIRE SAFETY EQUIPMENT GRANTS	10,000,000
42		
43		
44	SECTION 34. [EFFECTIVE JULY 1, 1999]	
45		
46	Notwithstanding P.L. 260-1997, the appropriation in P.L. 260-1197 SECTION 31 of \$1,500,000 for cemetery	
47	construction for the department of veterans' affairs is canceled. Notwithstanding P.L. 357-1989(ss),	
48	\$3,145,408 of the \$6,174,750 build indiana fund appropriation for the Tri-County Community Mental Health	
49	Center is canceled.	



1 SECTION 35. [EFFECTIVE JULY 1, 1999] On the twenty-fifth day of each month, the auditor of
2 state shall transfer from the state general fund to the local road and street fund established by
3 IC 8-14-2-4 for fiscal year 1999-2000 eight million three hundred thirty-three thousand three
4 hundred thirty-four dollars (\$8,333,334) and for fiscal year 2000-2001 eight million three hundred
5 thirty-three thousand three hundred thirty-four (\$8,333,334). The transfers required by this
6 SECTION are annually appropriated from the state general fund.

7 SECTION 36. [EFFECTIVE JULY 1, 1999] The budget agency may employ one (1) or more
8 architects or engineers to inspect construction, rehabilitation, and repair projects covered by the
9 appropriations in this act or previous acts designated in this act.

10 SECTION 37. [EFFECTIVE JULY 1, 1999] If any part of a construction or rehabilitation and
11 repair appropriation made by this act or any previous acts has not been allotted or encumbered
12 before the expiration of two (2) biennia, the budget agency may determine that the balance of the
13 appropriation is not available for allotment. The appropriation may be terminated and the balance
14 may revert to the fund from which the original appropriation was made.

15 SECTION 38. [EFFECTIVE JULY 1, 1999] (a) The general assembly finds that the state needs the
16 construction, equipping, renovation, refurbishing or alteration of one (1) additional medium
17 security correctional facility.

18 (b) The general assembly finds that the state will have a continuing need for use and occupancy
19 of the correctional facility described in subsection (a). The general assembly authorizes the state
20 office building commission to provide the correctional facility described in subsection (a) under
21 IC 4-13.5-1 and IC 4-13.5-4.

22 SECTION 39. [EFFECTIVE UPON PASSAGE] (a) The Trustees of Purdue University may issue
23 and sell bonds under IC 20-12-6, subject to the approvals required by IC 20-12-5.5, for the purpose
24 of constructing, remodeling, renovating, furnishing, and equipping the Purdue Memorial Union
25 project at the West Lafayette campus. However, the Trustees of Purdue University may not issue
26 and sell bonds under IC 20-12-6 if the cost of the Purdue Memorial Union project exceeds nine
27 million five hundred thousand dollars (\$9,500,000).

28 (b) Bonding authority granted by this SECTION is not eligible for fee replacement
29 appropriations.

30 (c) The construction and operation by Purdue University of the following facilities is authorized
31 and approved:

32 (1) Fort Wayne campus parking garage number one (1) - \$4,870,000.

33 (2) Fort Wayne campus parking garage number two (2) - \$7,200,000.

34 The projects approved under this subsection are financed through lease-purchase arrangements.
35 No bonding authority is approved and the projects are not eligible for fee replacement.

36 SECTION 40. [EFFECTIVE JULY 1, 1999] (a) In addition to other distributions to school
37 corporations, each qualifying school corporation is entitled to receive a block grant for expansion
38 or enhancement of the following:

39 (1) Alternative education.

40 (2) Summer school programs.

41 (3) Remediation.

42 (4) Reading improvement.

43 (5) Expansion of gifted and talented programs.

44 (6) Optional full day kindergarten.

45 (b) A school corporation must apply for a grant under this SECTION. The proposal must include
46 a description of the program that will be enhanced or expanded, including the baseline funding
47 level if it is an existing program, to ensure that the grant will not be used to replace funding.

48 (c) The maximum amount of a grant is:

49 (1) the school corporation's ADM for first grade; multiplied by



1 (2) one thousand two hundred dollars (\$1,200).

2 (d) A proposed plan must be submitted to department of education before October 1 of the school
3 year for which the grant will be used. The department of education shall review and approve only
4 grants that expand or enhance programs listed in subsection (a) and that do not replace any
5 funding already available to the school corporation.

6 (e) This SECTION expires July 1, 2001.

7 SECTION 41. [EFFECTIVE UPON PASSAGE] Notwithstanding P.L.260-1997(ss), SECTION 32,
8 the trustees of the University of Southern Indiana may issue and sell bonds under IC 20-12-6,
9 subject to the approvals required by IC 20-12-5.5 for the wellness/fitness recreational facility, so
10 long as the costs of acquiring, constructing, remodeling, renovating, furnishing, or equipping the
11 project financed by any series of bonds issued does not exceed four million two hundred thousand
12 dollars (\$4,200,000). This project is not eligible for fee replacement.

13 SECTION 42. IC 8-9.5-9-2 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]:
14 Sec. 2. As used in this chapter, "authority" means:

15 (1) an authority or agency established under IC 8-1-2.2 or IC 8-9.5 through IC 8-23;

16 (2) the commission established under IC 4-13.5;

17 (3) only in connection with a program established under IC 13-18-13 or IC 13-18-21, the bank
18 established under IC 5-1.5; or

19 (4) a fund or program established under IC 13-18-13 or IC 13-18-21.

20 SECTION 43. IC 8-9.5-9-3 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]:
21 Sec. 3. As used in this chapter, "obligations" means bonds, loan contracts, notes, bond anticipation notes,
22 commercial paper, leases, lease-purchases, installment purchases, certificates of participation in
23 agreements or programs, other evidences of indebtedness, or other agreements or purchasing programs,
24 whether or not the obligations have been issued or entered into.

25 SECTION 44. IC 8-9.5-9-5 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]:
26 Sec. 5. (a) Subject to subsections (b) through (d), an authority may enter into and modify, amend, or
27 terminate one (1) or more swap agreements that the authority determines to be necessary or desirable in
28 connection with or incidental to the issuance, carrying, or securing of obligations. Swap agreements
29 entered into by an authority shall:

30 (1) contain the provisions (including payment, term, security, default, and remedy provisions); and

31 (2) be with the parties;

32 that the authority determines are necessary or desirable after due consideration is given to the
33 creditworthiness of the parties.

34 (b) The authority may not:

35 (1) enter into any swap agreement under this section other than for the purpose of managing an
36 interest rate or similar risk that arises in connection with or incidental to the issuance, carrying, or
37 securing of obligations by the authority; or

38 (2) carry on a business of acting as a dealer in swap agreements.

39 (c) A swap agreement shall be considered as being entered into in connection with or incidental to the
40 issuance, carrying, or securing of obligations if:

41 (1) the swap agreement is entered into not more than one hundred eighty (180) days after the
42 issuance of the obligations and specifically indicates the agreement's relationship to the obligations;

43 (2) the authority specifically designates the swap agreement as having a relationship to the
44 particular obligations;

45 (3) the swap agreement amends, modifies, or reverses a swap agreement described in subdivision
46 (1) or (2); or

47 (4) the terms of the swap agreement bear a reasonable relationship to the terms of the obligations.

48 (d) Payments to be made by the authority to any other party under a swap agreement shall may be
49 payable only from:



1 (1) the same source or sources of funds from which the ~~related~~ obligations are, **will be, or may be**
2 payable; or

3 (2) **any other lawfully available source.**

4 (e) **This chapter does not create a debt or liability of the authority or the state for purposes of any**
5 **constitutional or statutory limitation.**

6 SECTION 45. IC 8-9.5-9-8 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]:
7 Sec. 8. (a) With respect to all leases and contracts entered into by the authority with the Indiana
8 department of transportation, **the Indiana department of administration, a fund or program**
9 **established under IC 13-18-13 or IC 13-18-21**, or any other entity to support obligations, the lease or
10 contract may provide that payments under a swap agreement are treated as a debt service on the
11 obligations or as additional rental or other payment due under the lease or contract as the authority may
12 determine.

13 (b) The authority may determine that payments under a swap agreement may be integrated with
14 payments on obligations for the purpose of meeting any statutory requirements related to the issuance of
15 obligations.

16 SECTION 46. IC 13-18-21-21 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]:
17 Sec. 21. The supplemental drinking water **and wastewater** assistance program is established.

18 SECTION 47. IC 13-18-21-22 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]:
19 Sec. 22. (a) The supplemental drinking water **and wastewater** assistance fund is established to provide
20 money for grants, loans, and other financial assistance **to or** for the benefit of: ~~political subdivisions or~~
21 ~~public water systems that serve economically disadvantaged municipalities~~

22 (1) **participants for the purposes described in section 23(1) of this chapter; and**

23 (2) **political subdivisions for the purposes described in section 23(2) of this chapter.**

24 (b) The general assembly may appropriate money to the supplemental fund. Grants or gifts of money
25 to the supplemental fund and proceeds of the sale of:

26 (1) gifts to the supplemental fund; and

27 (2) loans and other financial assistance, as provided in sections 25 through 29 of this chapter;
28 shall be deposited in the supplemental fund.

29 (c) Repayments of loans and other financial assistance from the supplemental fund, including interest,
30 premiums, and penalties, shall be deposited in the supplemental fund.

31 (d) The treasurer of state shall invest the money in the supplemental fund that is:

32 (1) not currently needed to meet the obligations of the supplemental fund; and

33 (2) not invested under subsection (e);

34 in the same manner as other public money may be invested. Earnings that accrue from the investments
35 shall be deposited in the supplemental fund.

36 (e) As an alternative to the investment provided for in subsection (d), the budget agency may invest or
37 cause to be invested all or a part of the supplemental fund in a fiduciary account or accounts with a trustee
38 that is a financial institution. Notwithstanding any other law, any investment may be made by the trustee
39 in accordance with one (1) or more trust agreements or indentures. A trust agreement or indenture may
40 permit disbursements by the trustee to the department, the budget agency, a ~~political subdivision, a public~~
41 ~~water system that serves an economically disadvantaged municipality; participant~~, the Indiana bond
42 bank, or any other person as provided in the trust agreement or indenture. The state board of finance must
43 approve the form of any trust agreement or indenture before execution.

44 (f) The cost of administering the supplemental fund may be paid from money in the supplemental fund.

45 (g) All money accruing to the supplemental fund is appropriated continuously for the purposes specified
46 in this chapter.

47 (h) Money in the supplemental fund does not revert to the state general fund at the end of a state fiscal
48 year.

49 SECTION 48. IC 13-18-21-23 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]:



1 Sec. 23. Money in the supplemental fund may be used to do the following:

2 (1) Provide grants, loans, or other financial assistance to or for the benefit of ~~political subdivisions~~
3 ~~or public water systems that serve economically disadvantaged municipalities participants~~ for the
4 planning, designing, acquisition, construction, renovation, improvement, or expansion of ~~drinking~~
5 ~~water treatment systems and public~~ water supply systems and other activities necessary or
6 convenient to complete these tasks, whether or not those other activities are permitted by the
7 federal Clean Water Act or the federal Safe Drinking Water Act.

8 (2) **Provide grants, loans, or other financial assistance to or for the benefit of political**
9 **subdivisions for the planning, designing, acquisition, construction, renovation, improvement,**
10 **or expansion of wastewater or stormwater collection and treatment systems and other**
11 **activities necessary or convenient to complete these tasks, whether or not those other**
12 **activities are permitted by the federal Clean Water Act or the federal Safe Drinking Water**
13 **Act.**

14 (3) Pay the cost of administering the supplemental fund and the supplemental program.

15 ~~(3)~~ (4) Conduct all other activities that are permitted by the federal Clean Water Act or the federal
16 Safe Drinking Water Act.

17 SECTION 49. IC 13-18-21-24 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]:

18 Sec. 24. ~~(a)~~ The budget agency shall develop a ~~supplemental priority ranking system criteria~~ to
19 recommend grants, loans, or other financial assistance from the supplemental fund.

20 ~~(b)~~ The supplemental priority ranking system shall be designed to establish funding for each category
21 of projects consistent with the environmental, public health, and financial objectives of the state.

22 ~~(c)~~ The:

23 ~~(1)~~ budget agency shall consult with the department in establishing; and

24 ~~(2)~~ budget committee shall review

25 the supplemental priority ranking system.

26 SECTION 50. IC 13-18-21-25 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]:

27 Sec. 25. ~~(a)~~ The budget agency may make grants or loans or provide other financial assistance from the
28 supplemental fund for the benefit of a ~~political subdivision or public water system that serves an~~
29 ~~economically disadvantaged municipality participant~~ under the following conditions:

30 (1) A grant, loan, or other financial assistance ~~must~~ **may** be used:

31 (A) for planning, designing, acquiring, constructing, renovating, improving, or expanding
32 ~~drinking water treatment systems or public~~ water supply systems, and other activities necessary
33 or convenient to complete these tasks;

34 (B) to:

35 (i) establish reserves or sinking funds; or

36 (ii) provide interest subsidies;

37 (C) to pay financing charges, including interest on the loan during construction and for a
38 reasonable period after the completion of construction; or

39 (D) to pay the following:

40 (i) Consultant, advisory, and legal fees.

41 (ii) Other costs or expenses necessary or incident to the grant, loan, or other financial
42 assistance or the administration of the supplemental fund or the supplemental program.

43 (2) The budget agency must establish the terms and conditions that the budget agency considers
44 necessary or convenient to make grants or loans or provide other financial assistance under this
45 chapter.

46 **(b) In addition to its powers under subsection (a), the budget agency may also make grants or**
47 **loans or provide other financial assistance from the supplemental fund to or for the benefit of a**
48 **political subdivision under the following conditions:**

49 (1) A grant, loan, or other financial assistance may be used:



1 (A) for planning, designing, acquiring, constructing, renovating, improving, or expanding
2 wastewater or stormwater collection and treatment systems, and other activities
3 necessary or convenient to complete these tasks;

4 (B) to:

5 (i) establish reserves or sinking funds; or

6 (ii) provide interest subsidies;

7 (C) to pay financing charges, including interest on the loan during construction and for
8 a reasonable period after the completion of construction; or

9 (D) to pay the following:

10 (i) Consultant, advisory, and legal fees.

11 (ii) Other costs or expenses necessary or incident to the grant, loan, or other
12 financial assistance or the administration of the supplemental fund or the
13 supplemental program.

14 (2) The budget agency must establish the terms and conditions that the budget agency
15 considers necessary or convenient to make grants or loans or provide other financial
16 assistance under this chapter.

17 SECTION 51. IC 13-18-21-26 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]:
18 Sec. 26. (a) A grant, loan, or other financial assistance from the supplemental fund must be accompanied
19 by all papers and opinions required by the budget agency.

20 (b) Unless otherwise provided by rule, a loan or other financial assistance must be accompanied by the
21 following:

22 ~~(1) An approving opinion of nationally recognized bond counsel.~~

23 ~~(2) (1) A certification and guarantee of signatures.~~

24 ~~(3) (2) A certification that, as of the date of the loan or other financial assistance, no litigation is~~
25 ~~pending challenging the validity of or entry into:~~

26 (A) the grant, loan, or other financial assistance; or

27 (B) any security for the loan or other financial assistance.

28 (c) **The budget agency may require an approving opinion of nationally recognized bond counsel.**

29 SECTION 52. IC 13-18-21-27 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]:
30 Sec. 27. A ~~political subdivision or public water system participant~~ receiving a grant, loan, or other
31 financial assistance from the supplemental fund shall enter into a financial assistance agreement. A
32 financial assistance agreement under this section is a valid, binding, and enforceable agreement of the
33 ~~political subdivision or public water system participant.~~

34 SECTION 53. IC 13-18-21-28 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]:
35 Sec. 28. (a) The budget agency may sell loans or evidences of other financial assistance and other
36 obligations evidencing the loans or other financial assistance from the supplemental fund:

37 (1) periodically;

38 (2) at any price; and

39 (3) on terms acceptable to the budget agency.

40 (b) Proceeds of sales under this section shall be deposited in the supplemental fund, **the wastewater**
41 **revolving loan fund**, or the fund at the direction of the budget director.

42 SECTION 54. THE FOLLOWING ARE REPEALED [EFFECTIVE JULY 1, 1999]: IC 13-18-13-21;
43 IC 13-18-13-22; IC 13-18-13-23; IC 13-18-13-24; IC 13-18-13-25; IC 13-18-13-26; IC 13-18-13-27;
44 IC 13-18-13-28; IC 13-18-13-29.

45 SECTION 55. [EFFECTIVE JULY 1, 1999] (a) **On July 1, 1999, the treasurer of state shall transfer**
46 **the balance remaining in the supplemental wastewater assistance fund on June 30, 1999, to the**
47 **supplemental drinking water and wastewater assistance fund established by IC 13-18-21-22, as**
48 **amended by this act.**

49 (b) **On July 1, 1999, all liabilities of the supplemental wastewater assistance fund become**



1 **liabilities of the supplemental drinking water and wastewater assistance fund established by**
2 **IC 13-18-21-22, as amended by this act.**

3 SECTION 56. IC 6-1.1-21-2 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1,
4 2000]: Sec. 2. As used in this chapter:

5 (a) "Taxpayer" means a person who is liable for taxes on property assessed under this article.

6 (b) "Taxes" means taxes payable in respect to property assessed under this article. The term does not
7 include special assessments, penalties, or interest, but does include any special charges which a county
8 treasurer combines with all other taxes in the preparation and delivery of the tax statements required
9 under IC 6-1.1-22-8(a).

10 (c) "Department" means the department of state revenue.

11 (d) "Auditor's abstract" means the annual report prepared by each county auditor which under
12 IC 6-1.1-22-5, is to be filed on or before March 1 of each year with the auditor of state.

13 (e) "Mobile home assessments" means the assessments of mobile homes made under IC 6-1.1-7.

14 (f) "Postabstract adjustments" means adjustments in taxes made subsequent to the filing of an auditor's
15 abstract which change assessments therein or add assessments of omitted property affecting taxes for such
16 assessment year.

17 (g) "Total county tax levy" means the sum of:

18 (1) the remainder of:

19 (A) the aggregate levy of all taxes for all taxing units in a county which are to be paid in the
20 county for a stated assessment year as reflected by the auditor's abstract for the assessment
21 year, adjusted, however, for any postabstract adjustments which change the amount of the
22 aggregate levy; minus

23 (B) the sum of any increases in property tax levies of taxing units of the county that result from
24 appeals described in:

25 (i) IC 6-1.1-18.5-13(5) and IC 6-1.1-18.5-13(6) filed after December 31, 1982; plus

26 (ii) the sum of any increases in property tax levies of taxing units of the county that
27 result from any other appeals described in IC 6-1.1-18.5-13 filed after December 31,
28 1983; plus

29 ~~(iii) IC 6-1.1-18.6-3 (children in need of services and delinquent children who are~~
30 ~~wards of the county); minus~~

31 (C) the total amount of property taxes imposed for the stated assessment year by the taxing
32 units of the county under the authority of ~~IC 12-1-11.5 (repealed); IC 12-2-4.5 (repealed)~~
33 IC 12-19-5 **(before its repeal)** or IC 12-20-24; minus

34 (D) the total amount of property taxes to be paid during the stated assessment year that will be
35 used to pay for interest or principal due on debt that:

36 (i) is entered into after December 31, 1983;

37 (ii) is not debt that is issued under IC 5-1-5 to refund debt incurred before January 1,
38 1984; and

39 (iii) does not constitute debt entered into for the purpose of building, repairing, or
40 altering school buildings for which the requirements of IC 20-5-52 were satisfied prior
41 to January 1, 1984; minus

42 (E) the amount of property taxes imposed in the county for the stated assessment year under
43 the authority of IC 21-2-6 or any citation listed in IC 6-1.1-18.5-9.8 for a cumulative building
44 fund whose property tax rate was initially established or reestablished for a stated assessment
45 year that succeeds the 1983 stated assessment year; minus

46 (F) the remainder of:

47 (i) the total property taxes imposed in the county for the stated assessment year under
48 authority of IC 21-2-6 or any citation listed in IC 6-1.1-18.5-9.8 for a cumulative
49 building fund whose property tax rate was not initially established or reestablished for



- 1 a stated assessment year that succeeds the 1983 stated assessment year; minus
- 2 (ii) the total property taxes imposed in the county for the 1984 stated assessment year
- 3 under the authority of IC 21-2-6 or any citation listed in IC 6-1.1-18.5-9.8 for a
- 4 cumulative building fund whose property tax rate was not initially established or
- 5 reestablished for a stated assessment year that succeeds the 1983 stated assessment
- 6 year; minus
- 7 (G) the amount of property taxes imposed in the county for the stated assessment year under:
- 8 (i) IC 21-2-15 for a capital projects fund; plus
- 9 (ii) IC 6-1.1-19-10 for a racial balance fund; plus
- 10 (iii) IC 20-14-13 for a library capital projects fund; plus
- 11 (iv) IC 20-5-17.5-3 for an art association fund; plus
- 12 (v) IC 21-2-17 for a special education preschool fund; plus
- 13 (vi) an appeal filed under IC 6-1.1-19-5.1 for an increase in a school corporation's
- 14 maximum permissible general fund levy for certain transfer tuition costs; plus
- 15 (vii) an appeal filed under IC 6-1.1-19-5.4 for an increase in a school corporation's
- 16 maximum permissible general fund levy for transportation operating costs; minus
- 17 (H) the amount of property taxes imposed by a school corporation that is attributable to the
- 18 passage, after 1983, of a referendum for an excessive tax levy under IC 6-1.1-19, including any
- 19 increases in these property taxes that are attributable to the adjustment set forth in
- 20 ~~IC 6-1.1-19-1.5(a) STEP ONE~~ or any other law; minus
- 21 (I) for each township in the county, the lesser of:
- 22 (i) the sum of the amount determined in IC 6-1.1-18.5-19(a) STEP THREE or
- 23 IC 6-1.1-18.5-19(b) STEP THREE, whichever is applicable, plus the part, if any, of
- 24 the township's ad valorem property tax levy for calendar year 1989 that represents
- 25 increases in that levy that resulted from an appeal described in IC 6-1.1-18.5-13(5)
- 26 filed after December 31, 1982; or
- 27 (ii) the amount of property taxes imposed in the township for the stated assessment
- 28 year under the authority of IC 36-8-13-4; minus
- 29 (J) for each participating unit in a fire protection territory established under IC 36-8-19-1, the
- 30 amount of property taxes levied by each participating unit under IC 36-8-19-8 and
- 31 IC 36-8-19-8.5 less the maximum levy limit for each of the participating units that would have
- 32 otherwise been available for fire protection services under IC 6-1.1-18.5-3 and
- 33 IC 6-1.1-18.5-19 for that same year; minus
- 34 ~~(K) for each county, the sum of:~~
- 35 ~~(i) the amount of property taxes imposed in the county for the repayment of loans~~
- 36 ~~under IC 12-19-5-6 that is included in the amount determined under IC 12-19-7-4(a)~~
- 37 ~~STEP SEVEN for property taxes payable in 1995; or for property taxes payable in each~~
- 38 ~~year after 1995; the amount determined under IC 12-19-7-4(b); and~~
- 39 ~~(ii) the amount of property taxes imposed in the county attributable to appeals granted~~
- 40 ~~under IC 6-1.1-18.6-3 that is included in the amount determined under IC 12-19-7-4(a)~~
- 41 ~~STEP SEVEN for property taxes payable in 1995; or the amount determined under~~
- 42 ~~IC 12-19-7-4(b) for property taxes payable in each year after 1995; plus~~
- 43 (2) all taxes to be paid in the county in respect to mobile home assessments currently assessed for
- 44 the year in which the taxes stated in the abstract are to be paid; plus
- 45 (3) the amounts, if any, of county adjusted gross income taxes that were applied by the taxing units
- 46 in the county as property tax replacement credits to reduce the individual levies of the taxing units
- 47 for the assessment year, as provided in IC 6-3.5-1.1; plus
- 48 (4) the amounts, if any, by which the maximum permissible ad valorem property tax levies of the
- 49 taxing units of the county were reduced under IC 6-1.1-18.5-3(b) STEP EIGHT for the stated



- 1 assessment year; plus
 2 (5) the difference between:
 3 (A) the amount determined in IC 6-1.1-18.5-3(e) STEP FOUR; minus
 4 (B) the amount the civil taxing units' levies were increased because of the reduction in the civil
 5 taxing units' base year certified shares under IC 6-1.1-18.5-3(e).
 6 (h) "December settlement sheet" means the certificate of settlement filed by the county auditor with the
 7 auditor of state, as required under IC 6-1.1-27-3.
 8 (i) "Tax duplicate" means the roll of property taxes which each county auditor is required to prepare on
 9 or before March 1 of each year under IC 6-1.1-22-3.

10 **SECTION 57. [EFFECTIVE JULY 1, 1999] IC 6-1.1-18.5-2, as amended by this act, applies to**
 11 **maximum property tax levies after 1999.**

12 **SECTION 58. IC 6-1.1-19-1.5 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1,**
 13 **2000]:** Sec. 1.5. (a) The following definitions apply throughout this section and IC 21-3-1.7:

- 14 (1) "Adjusted general fund property tax rate" means the school corporation's actual rate adjusted
 15 by the school corporation's assessment ratio as determined by the state board of tax commissioners.
 16 (2) "Previous year adjusted general fund property tax rate" means a school corporation's previous
 17 year adjusted general fund property tax rate as determined under this section but after the
 18 reductions cited in IC 21-3-1.7-5(1), IC 21-3-1.7-5(2), and IC 21-3-1.7-5(3). "Adjustment factor"
 19 means the adjustment factor determined by the state board of tax commissioners for a school
 20 corporation under IC 6-1.1-34.
 21 (2) "Adjusted target property tax rate" means:
 22 (A) the school corporation's target general fund property tax rate determined under
 23 IC 21-3-1.7-6.8; multiplied by
 24 (B) the school corporation's adjustment factor.
 25 (3) "Previous year property tax rate" means the school corporation's previous year general
 26 fund property tax rate after the reductions cited in IC 21-3-1.7-5(1), IC 21-3-1.7-5(2), and
 27 IC 21-3-1.7-5(3).

28 (b) Except as otherwise provided in this chapter, a school corporation may not, for an ensuing calendar
 29 year, impose a general fund ad valorem property tax levy which exceeds the following:

30 **STEP ONE:** Determine the school corporation's target general fund property tax rate under
 31 IC 21-3-1.7-6.8.

32 **STEP TWO:** Subtract the school corporation's previous year general fund property tax rate before
 33 the assessment ratio adjustment but after the reductions cited in IC 21-3-1.7-5(1), IC 21-3-1.7-5(2),
 34 and IC 21-3-1.7-5(3) from the school corporation's target general fund property tax rate determined
 35 under STEP ONE.

36 **STEP THREE:** Determine the levy resulting from the school corporation's previous year adjusted
 37 general fund property tax rate:

- 38 (A) plus the lesser of:
 39 (i) in 1998 only, the STEP TWO result divided by two (2);
 40 (ii) the STEP TWO result; or
 41 (iii) fifteen cents (\$0.15);
 42 if the school corporation's previous year general fund property tax rate before the assessment
 43 ratio adjustment but after the reductions cited in IC 21-3-1.7-5(1), IC 21-3-1.7-5(2), and
 44 IC 21-3-1.7-5(3) is not more than the school corporation's target general fund property tax rate
 45 determined under STEP ONE; or
 46 (B) minus the lesser of:
 47 (i) the absolute value of the STEP TWO result; or
 48 (ii) twenty-five cents (\$0.25);
 49 if the school corporation's previous year general fund property tax rate before the assessment



1 ratio adjustment but after the reductions cited in IC 21-3-1.7-5(1); IC 21-3-1.7-5(2); and
2 IC 21-3-1.7-5(3) exceeds the school corporation's target general fund property tax rate
3 determined under STEP ONE:

4 **STEP FOUR:** Determine the sum of:

5 (A) the STEP THREE amount; plus

6 (B) an amount equal to the annual decrease in federal aid to impacted areas from the year
7 preceding the ensuing calendar year by three (3) years to the year preceding the ensuing
8 calendar year by two (2) years:

9 **STEP ONE:** Determine the result of:

10 (A) the school corporation's adjusted target property tax rate; minus

11 (B) the school corporation's previous year property tax rate.

12 **STEP TWO:** Determine the result of:

13 (A) the school corporation's target general fund property tax rate determined under
14 IC 21-3-1.7-6.8; multiplied by

15 (B) the quotient resulting from:

16 (i) the absolute value of the result of the school corporation's adjustment factor
17 minus one (1); divided by

18 (ii) two (2).

19 **STEP THREE:** If the school corporation's adjusted target property tax rate:

20 (A) exceeds the school corporation's previous year property tax rate, perform the
21 calculation under STEP FOUR and not under STEP FIVE;

22 (B) is less than the school corporation's previous year property tax rate, perform the
23 calculation under STEP FIVE and not under STEP FOUR; or

24 (C) equals the school corporation's previous year property tax rate, determine the levy
25 resulting from using the school corporation's adjusted target property tax rate and do not
26 perform the calculation under STEP FOUR or STEP FIVE.

27 **STEP FOUR:** Determine the levy resulting from using the school corporation's previous year
28 property tax rate after increasing the rate by the lesser of:

29 (A) the STEP ONE result; or

30 (B) the sum of:

31 (i) fifteen cents (\$0.15); plus

32 (ii) if the school corporation's adjustment factor is more than one (1), the STEP
33 TWO result.

34 **STEP FIVE:** Determine the levy resulting from using the school corporation's previous year
35 property tax rate after reducing the rate by the lesser of:

36 (A) the absolute value of the STEP ONE result; or

37 (B) the sum of:

38 (i) twenty-five cents (\$0.25); plus

39 (ii) if the school corporation's adjustment factor is less than one (1), the STEP
40 TWO result.

41 **STEP SIX:** Determine the result of:

42 (A) the STEP THREE (C), STEP FOUR, or STEP FIVE result, whichever applies; plus

43 (B) an amount equal to the annual decrease in federal aid to impacted areas from the year
44 preceding the ensuing calendar year by three (3) years to the year preceding the ensuing
45 calendar year by two (2) years.

46 The maximum levy is to include the portion of any excessive levy and the levy for new facilities.

47 (c) For purposes of this section, "total assessed value", as adjusted under subsection (d), with respect
48 to a school corporation means the total assessed value of all taxable property for ad valorem property
49 taxes first due and payable during that year.

50 (d) The state board of tax commissioners may adjust the total assessed value of a school corporation to



1 eliminate the effects of appeals and settlements arising from a statewide general reassessment of real
2 property.

3 (e) The state board shall annually establish an assessment ratio **and adjustment factor** for each school
4 corporation to be used upon the review and recommendation of the budget committee. The information
5 compiled, including background documentation, may not be used in a:

- 6 (1) review of an assessment under IC 6-1.1-8, IC 6-1.1-13, IC 6-1.1-14, or IC 6-1.1-15;
- 7 (2) petition for a correction of error under IC 6-1.1-15-12; or
- 8 (3) petition for refund under IC 6-1.1-26.

9 (f) All tax rates shall be computed by rounding the rate to the nearest one-hundredth of a cent (\$0.0001).

10 **All tax levies shall be computed by rounding the levy to the nearest dollar amount.**

11 SECTION 59. IC 6-1.1-34-6 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]:
12 Sec. 6. (a) After the state board of tax commissioners calculates a new assessment ratio for a school
13 corporation and before publishing the new ratio, the board shall send a notice of the new assessment ratio
14 to the county auditor, the county assessor, and the governing body of the school corporation. The state
15 board of tax commissioners shall send these notices ~~on or before the second Tuesday in May~~ **March 2**
16 of each year in which the board calculates a new assessment ratio for the school corporation.

17 (b) Within thirty (30) days after notification of a new assessment ratio, the county auditor, the county
18 assessor, or the governing body of the school corporation may:

- 19 (1) examine and verify the state board of tax commissioners' data; and
- 20 (2) make suggestions concerning the values established by the board.

21 **(c) Before April 15 of each year in which the board calculates a new assessment ratio for the**
22 **school corporation, the state board of tax commissioners shall publish the new assessment ratio.**

23 SECTION 60. IC 6-1.1-34-7 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]:
24 Sec. 7. Each year in which the state board of tax commissioners computes a new assessment ratio for a
25 school corporation, the board shall also compute a new adjustment factor for the school corporation. If
26 the school corporation's assessment ratio for a year is more than ninety-nine percent (99%) but less than
27 one hundred one percent (101%) of the state average assessment ratio for that year, the school
28 corporation's adjustment factor is the number one (1). In all other cases, the school corporation's
29 adjustment factor equals (1) the state average assessment ratio for a year, divided by (2) the school
30 corporation's assessment ratio for that year. The state board of tax commissioners shall notify the school
31 corporation of its new adjustment factor ~~on or before July 1st~~ **March 2** of the year in which the board
32 calculates the new adjustment factor.

33 SECTION 61. IC 21-3-1.7-5 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1,
34 2000]: Sec. 5. As used in this chapter, "tuition support levy" means with respect to a school corporation
35 for a year the maximum general fund ad valorem property tax levy for the school corporation determined
36 under IC 6-1.1-19-1.5 reduced by the following:

- 37 (1) An amount equal to the annual decrease in federal aid to impacted areas from the year
38 preceding the ensuing calendar year by three (3) years to the year preceding the ensuing calendar
39 year by two (2) years.
- 40 (2) The original amount of any excessive tax levy the school corporation imposed as a result of the
41 passage, during the preceding year, of a referendum under ~~IC 6-1.1-19-4(c)(1)(bb)~~ or
42 IC 6-1.1-19-4.5(c) for taxes first due and payable during the year.
- 43 (3) The portion of the maximum general fund levy for the year that equals the original amount of
44 the levy imposed by the school corporation to cover the costs of opening a new school facility
45 during the preceding year.

46 SECTION 62. IC 21-3-1.7-6.6 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1,
47 2000]: Sec. 6.6. (a) For purposes of this chapter, a school corporation's "adjusted ~~current~~ **ADM**" **for the**
48 **current year** is the result determined under ~~STEP SEVEN~~ of the following formula:

49 ~~STEP ONE: Determine the result of the school corporation's ADM for the previous year minus the~~



- 1 school corporation's current ADM.
- 2 **STEP TWO:** Multiply the **STEP ONE** result by eight-tenths (0.8).
- 3 **STEP THREE:** Determine the greater of the following:
- 4 (A) The **STEP TWO** result.
- 5 (B) Zero (0).
- 6 **STEP FOUR:** Determine the greater of zero (0) or the result of the school corporation's ADM for
- 7 the year preceding the current year by two (2) minus the school corporation's ADM for the previous
- 8 year.
- 9 **STEP FIVE:** Multiply the **STEP FOUR** result by six-tenths (0.6).
- 10 **STEP SIX:** This **STEP** applies if the **STEP TWO** result is negative. Determine the greater of the
- 11 following:
- 12 (A) The **STEP FIVE** result minus the absolute value of the **STEP TWO** result.
- 13 (B) Zero (0).
- 14 **STEP SEVEN:** Determine the sum of the following:
- 15 (A) The school corporation's current ADM.
- 16 (B) The result determined under **STEP THREE**.
- 17 (C) The result determined under:
- 18 (i) **STEP SIX** if applicable; or
- 19 (ii) **STEP FIVE**; if **STEP SIX** does not apply.
- 20 **(1) For 2000:**
- 21 **STEP ONE:** Determine the greatest of the following:
- 22 (A) The school corporation's ADM for the year preceding the current year by two (2)
- 23 years.
- 24 (B) The school corporation's ADM for the year preceding the current year by one (1)
- 25 year.
- 26 (C) The school corporation's ADM for 2000.
- 27 **STEP TWO:** Determine the greater of zero (0) or the result of:
- 28 (A) the school corporation's ADM for the year preceding the current year by three (3)
- 29 years; minus
- 30 (B) the **STEP ONE** amount.
- 31 **STEP THREE:** Determine the greater of the following:
- 32 (A) The school corporation's ADM for the year preceding the current year by one (1)
- 33 year.
- 34 (B) The school corporation's ADM for 2000.
- 35 **STEP FOUR:** Determine the greater of zero (0) or the result of:
- 36 (A) the school corporation's ADM for the year preceding the current year by two (2)
- 37 years; minus
- 38 (B) the **STEP THREE** amount.
- 39 **STEP FIVE:** Determine the greater of zero (0) or the result of:
- 40 (A) the school corporation's ADM for the year preceding the current year by one (1)
- 41 year; minus
- 42 (B) the school corporation's ADM for 2000.
- 43 **STEP SIX:** Determine the sum of the following:
- 44 (A) The **STEP TWO** result multiplied by four-tenths (0.4).
- 45 (B) The **STEP FOUR** result multiplied by six-tenths (0.6).
- 46 (C) The **STEP FIVE** result multiplied by eight-tenths (0.8).
- 47 **STEP SEVEN:** Determine the result of:
- 48 (A) the school corporation's adjusted ADM for 2000; plus
- 49 (B) the **STEP SIX** result.



- 1 Round the result to the nearest five-tenths (0.5).
- 2 (2) For 2001:
- 3 STEP ONE: Determine the greatest of the following:
- 4 (A) The school corporation's ADM for the year preceding the current year by three (3)
- 5 years.
- 6 (B) The school corporation's ADM for the year preceding the current year by two (2)
- 7 years.
- 8 (C) The school corporation's ADM for the year preceding the current year by one (1)
- 9 year.
- 10 (D) The school corporation's ADM for the current year.
- 11 STEP TWO: Determine the greater of zero (0) or the result of:
- 12 (A) the school corporation's ADM for the year preceding the current year by four (4)
- 13 years; minus
- 14 (B) the STEP ONE amount.
- 15 STEP THREE: Determine the greatest of the following:
- 16 (A) The school corporation's ADM for the year preceding the current year by two (2)
- 17 years.
- 18 (B) The school corporation's ADM for the year preceding the current year by one (1)
- 19 year.
- 20 (C) The school corporation's ADM for the current year.
- 21 STEP FOUR: Determine the greater of zero (0) or the result of:
- 22 (A) the school corporation's ADM for the year preceding the current year by three (3)
- 23 years; minus
- 24 (B) the STEP THREE amount.
- 25 STEP FIVE: Determine the greater of the following:
- 26 (A) The school corporation's ADM for the year preceding the current year by one (1)
- 27 year.
- 28 (B) The school corporation's ADM for the current year.
- 29 STEP SIX: Determine the greater of zero (0) or the result of:
- 30 (A) the school corporation's ADM for the year preceding the current year by two (2)
- 31 years; minus
- 32 (B) the STEP FIVE amount.
- 33 STEP SEVEN: Determine the greater of zero (0) or the result of:
- 34 (A) the school corporation's ADM for the year preceding the current year by one (1) year;
- 35 minus
- 36 (B) the school corporation's ADM for the current year.
- 37 STEP EIGHT: Determine the sum of the following:
- 38 (A) The STEP TWO result multiplied by two-tenths (0.2).
- 39 (B) The STEP FOUR result multiplied by four-tenths (0.4).
- 40 (C) The STEP SIX result multiplied by six-tenths (0.6).
- 41 (D) The STEP SEVEN result multiplied by eight-tenths (0.8).
- 42 STEP NINE: Determine the result of:
- 43 (A) the school corporation's adjusted ADM for the current year; plus
- 44 (B) the STEP EIGHT result.
- 45 Round the result to the nearest five-tenths (0.5).
- 46 SECTION 63. IC 21-3-1.7-6.7 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1,
- 47 2000]: Sec. 6.7. A school corporation's target revenue per ADM for a calendar year is the result
- 48 determined under STEP SIX of the following formula:
- 49 STEP ONE: Determine the result under clause (D) of the following formula:
- 50 (A) Divide the school corporation's at-risk index determined under IC 21-3-1.8-1.1 by three (3).



1 (B) Add one (1) to the clause (A) result.
2 (C) Multiply the result determined under clause (B) by **three thousand six hundred seventy-five**
3 **dollars (\$3,675) in 1998 and three thousand eight hundred eighty-five dollars (\$3,885) in 1999;**
4 **four thousand seventy dollars (\$4,070) in 2000 and four thousand two hundred forty**
5 **dollars (\$4,240) in 2001.**

6 (D) Multiply the clause (C) product by the school corporation's adjusted current ADM.
7 STEP TWO: Divide the school corporation's previous year revenue by the school corporation's
8 **adjusted** ADM for the previous year.

9 STEP THREE: Multiply the sum of one (1) plus the school corporation's at-risk index by the
10 following:

11 (A) ~~One hundred dollars (\$100);~~ If the STEP TWO result is not more than:
12 (i) ~~three thousand seven hundred fifteen dollars (\$3,715) in 1998; four thousand~~
13 ~~ninety-five dollars (\$4,095) in 2000; and~~
14 (ii) ~~three thousand eight hundred fifty-four dollars (\$3,854) in 1999; four thousand~~
15 ~~two hundred seventy dollars (\$4,270) in 2001.~~

16 (B) ~~The result determined under item (iv);~~ If the STEP TWO result is: ~~more than three~~
17 ~~thousand seven hundred fifteen dollars (\$3,715) in 1998 and three thousand eight hundred~~
18 ~~fifty-four dollars (\$3,854) in 1999 and not more than four thousand four hundred seventy-eight~~
19 ~~dollars (\$4,478) in 1998 and four thousand five hundred eight dollars (\$4,508) in 1999:~~

20 (i) ~~more than four thousand ninety-five dollars (\$4,095) and not more than four~~
21 ~~thousand seven hundred ninety-five dollars (\$4,795) in 2000; or~~
22 (ii) ~~more than four thousand two hundred seventy dollars (\$4,270) and not more~~
23 ~~than four thousand nine hundred seventy dollars (\$4,970) in 2001;~~

24 **multiply by the result under clause (C).**
25 Subtract ~~three thousand seven hundred fifteen dollars (\$3,715) in 1998 and three thousand~~
26 ~~eight hundred fifty-four dollars (\$3,854) in 1999 from~~

27 (C) **Determine the result of:**

28 (i) the STEP TWO result minus **four thousand ninety-five dollars (\$4,095) in 2000**
29 **and four thousand two hundred seventy dollars (\$4,270) in 2001.**

30 (ii) Divide the item (i) result by ~~seven hundred sixty-three dollars (\$763) in 1998~~
31 ~~seven hundred dollars (\$700) in 2000 and six hundred fifty-four dollars (\$654) in~~
32 ~~1999; seven hundred dollars (\$700) in 2001.~~

33 (iii) Multiply the item (ii) result by ~~in 1998; thirty dollars (\$30) and; in 1999; thirty~~
34 ~~seventy dollars (\$30): (\$70).~~

35 (iv) Subtract the item (iii) result from one hundred dollars (\$100).

36 ~~(C) Seventy dollars (\$70); (D) If the STEP TWO result is more than:~~

37 (i) ~~four thousand four hundred seventy-eight dollars (\$4,478) in 1998; four thousand~~
38 ~~seven hundred ninety-five dollars (\$4,795) in 2000; and~~

39 (ii) ~~four thousand five hundred eight dollars (\$4,508) in 1999; four thousand nine~~
40 ~~hundred seventy dollars (\$4,970) in 2001;~~

41 **multiply by thirty dollars (\$30).**

42 STEP FOUR: Add the STEP TWO result and the STEP THREE result.

43 STEP FIVE: Determine the ~~greater~~ **greatest** of the following:

44 (A) Multiply the STEP FOUR result by the school corporation's adjusted ~~current~~ **ADM for the**
45 **current year.**

46 (B) **Multiply** the school corporation's previous year revenue **by one (1.00).**

47 (C) The STEP ONE amount.

48 STEP SIX: Divide the STEP FIVE amount by the school corporation's adjusted current ADM.

49 SECTION 64. IC 21-3-1.7-6.8 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1,



1 2000]: Sec. 6.8. A school corporation's target general fund property tax rate for purposes of
2 IC 6-1.1-19-1.5 is the result determined under STEP THREE of the following formula:

3 STEP ONE: This STEP applies only if the amount determined in STEP FIVE of the formula in
4 section 6.7 of this chapter minus the result determined in STEP ONE of the formula in section 6.7
5 of this chapter is greater than zero (0). Determine the result under clause (E) of the following
6 formula:

7 (A) Divide the school corporation's current assessed valuation by the school corporation's
8 current ADM.

9 (B) Divide the clause (A) result by ten thousand (10,000).

10 (C) Determine the greater of the following:

11 (i) The clause (B) result.

12 (ii) ~~Ten dollars (\$10) in 1998 and nine dollars and fifty cents (\$9.50) in 1999.~~ **Eleven**
13 **dollars (\$11) in 2000 and twelve dollars (\$12) in 2001.**

14 (D) Determine the result determined under item (ii) of the following formula:

15 (i) Subtract the result determined in STEP ONE of the formula in section 6.7 of this
16 chapter from the amount determined in STEP FIVE of the formula in section 6.7 of
17 this chapter.

18 (ii) Divide the item (i) result by the school corporation's current ADM.

19 (E) Divide the clause (D) result by the clause (C) result.

20 (F) Divide the clause (E) result by one hundred (100).

21 STEP TWO: This STEP applies only if the amount determined in STEP FIVE of the formula in
22 section 6.7 of this chapter is equal to STEP ONE of the formula in section 6.7 of this chapter and
23 the result of clause (A) is greater than zero (0). Determine the result under clause (G) of the
24 following formula:

25 (A) Add the following:

26 (i) An amount equal to the annual decrease in federal aid to impacted areas from the
27 year preceding the ensuing calendar year by three (3) years to the year preceding the
28 ensuing calendar year by two (2) years.

29 (ii) The original amount of any excessive tax levy the school corporation imposed as
30 a result of the passage, during the preceding year, of a referendum under
31 IC 6-1.1-19-4.5(c) for taxes first due and payable during the year.

32 (iii) The portion of the maximum general fund levy for the year that equals the original
33 amount of the levy imposed by the school corporation to cover the costs of opening a
34 new school facility during the preceding year.

35 (B) Divide the clause (A) result by the school corporation's current ADM.

36 (C) Divide the school corporation's current assessed valuation by the school corporation's
37 current ADM.

38 (D) Divide the clause (C) result by ten thousand (10,000).

39 (E) Determine the greater of the following:

40 (i) The clause (D) result.

41 (ii) ~~Ten dollars (\$10) in 1998 and nine dollars and fifty cents (\$9.50) in 1999.~~ **Eleven**
42 **dollars (\$11) in 2000 and twelve dollars (\$12) in 2001.**

43 (F) Divide the clause (B) result by the clause (E) amount.

44 (G) Divide the clause (F) result by one hundred (100).

45 STEP THREE: Determine the sum of: ~~it:~~

46 (A) ~~1998, two dollars and sixty-four cents (\$2.64);~~ **two dollars and seventy-one cents (\$2.71)**
47 **in 2000;** and

48 (B) ~~1999, two dollars and sixty-five cents (\$2.65);~~ **two dollars and seventy-one**
49 **and one-half cents (\$2.71) (\$2.745) in 2001;**



1 if applicable, the STEP ONE or STEP TWO result.

2 SECTION 65. IC 21-3-1.7-7 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1,
3 2000]: Sec. 7. If a computation under this chapter results in a fraction **and a rounding rule is not**
4 **specified**, the fraction shall be rounded **to as follows**:

5 (1) **If it is a tax rate calculation, to the nearest one-hundredth of a cent (\$0.0001).**

6 (2) **If it is a tuition support calculation, to the nearest cent (\$0.01).**

7 (3) **If it is a calculation not covered by subdivision (1) or (2), to the nearest ten-thousandth**
8 **(.0001). or**

9 **(2) the nearest cent;**

10 **whichever is applicable.**

11 SECTION 66. IC 21-3-1.7-8 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1,
12 2000]: Sec. 8. Notwithstanding IC 21-3-1.6 and subject to section 9 of this chapter, the state distribution
13 for a calendar year for tuition support for basic programs for each school corporation equals the result
14 determined using the following formula:

15 STEP ONE: Determine the greater of the following:

16 (A) The product of:

17 (i) the school corporation's target revenue per ADM; multiplied by

18 (ii) the school corporation's adjusted ~~current~~ **ADM for the current year.**

19 ~~(B) The product of:~~

20 ~~(i) the school corporation's previous year revenue; multiplied by~~

21 ~~(ii) one and three-hundredths (1.03);~~

22 **(B) For a school corporation that has target revenue per ADM for a calendar year that**
23 **is equal to the IC 21-3-1.7-6.7 STEP ONE (C) amount, determine the sum of:**

24 (i) **the school corporation's target revenue per ADM multiplied by the school**
25 **corporation's adjusted ADM for the current year; plus**

26 (ii) **the amount of the annual decrease in federal aid to impacted areas from the**
27 **year preceding the ensuing calendar year by three (3) years to the year preceding**
28 **the ensuing calendar year by two (2) years; plus**

29 (iii) **the original amount of an excessive tax levy the school corporation imposed**
30 **as a result of the passage, during the preceding year, of a referendum under**
31 **IC 6-1.1-19-4.5(c) for taxes first due and payable during the year; plus**

32 (iv) **the part of the maximum general fund levy for the year that equals the**
33 **original amount of the levy imposed by the school corporation to cover the costs**
34 **of opening a new school facility during the preceding year.**

35 STEP TWO: Determine the remainder of:

36 (A) the STEP ONE amount; minus

37 (B) the sum of:

38 (i) the school corporation's tuition support levy; plus

39 (ii) the school corporation's excise tax revenue for the year that precedes the current
40 year by one (1) year.

41 If the state tuition support determined for a school corporation under this section is negative, the school
42 corporation is not entitled to any state tuition support. In addition, the school corporation's maximum
43 general fund levy under IC 6-1.1-19-1.5 shall be reduced by the amount of the negative result.

44 SECTION 67. IC 21-3-1.7-9 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1,
45 2000]: Sec. 9. (a) Subject to the amount appropriated by the general assembly for tuition support, the
46 amount that a school corporation is entitled to receive in tuition support for a year is the amount
47 determined in section 8 of this chapter.

48 (b) If the total amount to be distributed as tuition support under this chapter, for enrollment adjustment
49 grants under section 9.5 of this chapter, for at-risk programs under section 9.7 of this chapter, for



1 academic honors diploma awards under section 9.8 of this chapter, **for primetime grants under IC 21-1-**
2 **30-2**, and as special and vocational education grants under IC 21-3-1.8-3 or IC 21-3-10 for a particular
3 year, exceeds:

4 (1) ~~two billion six hundred fourteen million eight hundred thousand dollars (\$2,614,800,000) for~~
5 ~~1997;~~

6 (2) ~~two billion seven hundred seventy-one million six hundred thousand dollars (\$2,771,600,000)~~
7 ~~in 1998; and~~

8 (3) ~~(1) two billion nine hundred thirty-nine million two hundred thousand dollars (\$2,939,200,000)~~
9 ~~in 1999;~~

10 (2) **three billion one hundred sixteen million, eight hundred thousand dollars (\$3,116,800,000)**
11 **in 2000; and**

12 (3) **three billion two hundred fifty million three hundred thousand dollars (\$3,250,300,000)**
13 **in 2001;**

14 the amount to be distributed for tuition support under this chapter to each school corporation during each
15 of the last six (6) months of the year shall be reduced by the same dollar amount per ADM (as adjusted
16 by IC 21-3-1.6-1.1) so that the total reductions equal the amount of the excess.

17 SECTION 68. IC 21-3-1.7-9.5 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1,
18 1999 (RETROACTIVE)]: Sec. 9.5. (a) In addition to the distribution under sections 8, 9.7, and 9.8 of this
19 chapter, a school corporation is eligible for an enrollment adjustment grant if the school corporation's:

20 (1) current ADM minus the school corporation's previous year ADM is at least two hundred fifty
21 (250); or

22 (2) current ADM divided by the school corporation's previous year ADM is at least one and
23 five-hundredths (1.05).

24 (b) The amount of the enrollment adjustment grant is the amount determined in STEP THREE of the
25 following formula:

26 STEP ONE: Determine the school corporation's target revenue per ADM divided by three (3).

27 STEP TWO: Determine the result of the school corporation's current ADM minus ~~in 1998;~~ the
28 school corporation's previous year ADM.

29 STEP THREE: Multiply the STEP ONE result by the STEP TWO result.

30 SECTION 69. IC 21-3-1.7-9.7 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1,
31 2000]: Sec. 9.7. In addition to the distributions under sections 8, 9.5, and 9.8 of this chapter for 1997 and
32 thereafter, a school corporation is eligible for an amount for at-risk programs in the amount determined
33 in STEP SIX of the following formula:

34 ~~STEP~~ STEP ONE: Determine the greater of the following:

35 (A) The result determined under item (ii) of the following formula:

36 (i) Determine the result of the school corporation's at-risk index minus two-tenths
37 (0.2).

38 (ii) Multiply the item (i) result by seven-hundredths (0.07).

39 (B) Zero (0).

40 STEP TWO: Determine the greater of the following:

41 (A) The result determined under item (ii) of the following formula:

42 (i) Determine the result of the school corporation's at-risk index minus
43 fifteen-hundredths (0.15).

44 (ii) Multiply the item (i) result by eighteen-hundredths (0.18).

45 (B) Zero (0).

46 STEP THREE: Add the STEP ONE result and the STEP TWO result.

47 STEP FOUR: Multiply the STEP THREE sum by the school corporation's current ADM. Round
48 the result to the nearest one-hundredth (0.01).

49 STEP FIVE: Multiply the STEP FOUR product by ~~two thousand nine hundred fifty dollars (\$2,950)~~



1 in 1998 and three thousand one hundred thirty-five dollars (\$3,135) in 1999: **three thousand two**
2 **hundred twenty-nine dollars (\$3,229) in 2000 and three thousand three hundred twenty-five**
3 **dollars (\$3,325) in 2001.**

4 SECTION 70. IC 21-3-1.7-10 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]:
5 Sec. 10. This chapter expires January 1, ~~2000~~: **2002.**

6 SECTION 71. IC 20-1-18.4-3 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1,
7 2001]: Sec. 3. (a) The Indiana state board of education shall establish and monitor the operation of
8 secondary level vocational education in Indiana in accordance with the comprehensive long range state
9 plan developed by the commission under IC 20-1-18.3-10. In addition, beginning July 1, 1994, the
10 Indiana state board of education is authorized to approve or disapprove secondary level vocational
11 education programs in accordance with the workforce partnership plans under IC 20-1-18.5.

12 (b) The Indiana state board of education may authorize the department of education, whenever practical
13 or necessary, to assist in carrying out the duties prescribed by this chapter.

14 (c) The Indiana state board of education shall do the following:

15 (1) Implement, to the best of its ability, its vocational education plan prepared under section 4 of
16 this chapter.

17 (2) Investigate the funding of vocational education on a cost basis.

18 (3) Every four (4) years, conduct a study and prepare a report concerning the ~~weighted~~ formula
19 under ~~IC 21-3-1.6-3~~ **IC 21-3-12** used in providing the state vocational education grant to local
20 school corporations. The report shall be submitted to the budget agency for its consideration.

21 (4) Cooperate with the commission in implementing the long range plan prepared by the
22 commission under IC 20-1-18.3-10.

23 SECTION 72. IC 20-8.1-3-17 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1,
24 2001]: Sec. 17. (a) Subject to the specific exceptions under this chapter, each individual shall attend
25 either a public school which the individual is entitled to attend under IC 20-8.1-6.1 or some other school
26 which is taught in the English language.

27 (b) An individual is bound by the requirements of this chapter from the earlier of the date on which the
28 individual officially enrolls in a school or, except as provided in subsection (h), the beginning of the fall
29 school term for the school year in which the individual becomes seven (7) years of age until the date on
30 which the individual:

31 (1) graduates;

32 (2) reaches at least sixteen (16) years of age but who is less than eighteen (18) years of age and the
33 requirements under subsection (j) concerning an exit interview are met enabling the individual to
34 withdraw from school before graduation; or

35 (3) reaches at least eighteen (18) years of age;

36 whichever occurs first.

37 (c) An individual who:

38 (1) enrolls in school before the fall school term for the school year in which the individual becomes
39 seven (7) years of age; and

40 (2) is withdrawn from school before the school year described in subdivision (1) occurs;

41 is not subject to the requirements of this chapter until the individual is reenrolled as required in
42 subsection (b). Nothing in this section shall be construed to require that a child complete grade 1 before
43 the child reaches eight (8) years of age.

44 (d) An individual for whom education is compulsory under this section shall attend school each year:

45 (1) for the number of days public schools are in session in the school corporation in which the
46 individual is enrolled in Indiana; or

47 (2) if the individual is enrolled outside Indiana, for the number of days the public schools are in
48 session where the individual is enrolled.

49 (e) In addition to the requirements of subsections (a) through (d), an individual must be at least five (5)



1 years of age on:

2 (1) July 1 of the 1991-92 school year; or

3 (2) June 1 of the 1992-93 school year or any subsequent school year;

4 to officially enroll in a kindergarten program offered by a school corporation. However, subject to

5 subsection (g), the governing body of the school corporation shall adopt a procedure affording a parent

6 of an individual who does not meet the minimum age requirement set forth in this subsection the right

7 to appeal to the superintendent of the school corporation for enrollment of the individual in kindergarten

8 at an age earlier than the age that is set forth in this subsection.

9 (f) In addition to the requirements of subsections (a) through (e), and subject to subsection (g), if an

10 individual enrolls in school as permitted under subsection (b) and has not attended kindergarten, the

11 superintendent of the school corporation shall make a determination as to whether the individual shall

12 enroll in kindergarten or grade 1 based on the particular model assessment adopted by the governing body

13 under subsection (g).

14 (g) To assist the principal and governing bodies, the department shall do the following:

15 (1) Establish guidelines to assist each governing body in establishing a procedure for making

16 appeals to the superintendent of the school corporation under subsection (e).

17 (2) Establish criteria by which a governing body may adopt a model assessment which will be

18 utilized in making the determination under subsection (f).

19 (h) If the parents of an individual who would otherwise be subject to compulsory school attendance

20 under subsection (b), upon request of the superintendent of the school corporation, certify to the

21 superintendent of the school corporation that the parents intend to:

22 (1) enroll the individual in a nonaccredited, nonpublic school; or

23 (2) begin providing the individual with instruction equivalent to that given in the public schools

24 as permitted under ~~IC 20-8.1-3-34~~; **section 34 of this chapter**;

25 not later than the date on which the individual reaches seven (7) years of age, the individual is not bound

26 by the requirements of this chapter until the individual reaches seven (7) years of age.

27 (i) The governing body of each school corporation shall designate the appropriate employees of the

28 school corporation to conduct the exit interviews for students described in subsection (b)(2). Each exit

29 interview must be personally attended by:

30 (1) the student's parent or guardian;

31 (2) the student;

32 (3) each designated appropriate school employee; and

33 (4) the student's principal.

34 (j) A student who is at least sixteen (16) years of age but less than eighteen (18) years of age is bound

35 by the requirements of compulsory school attendance and may not withdraw from school before

36 graduation unless:

37 (1) the student, the student's parent or guardian, and the principal agree to the withdrawal; and

38 (2) at the exit interview, the student provides written ~~acknowledgment~~ **acknowledgment** of the

39 withdrawal and the student's parent or guardian and the school principal each provide written

40 consent for the student to withdraw from school.

41 (k) For the purposes of this section, "school year" has the meaning set forth in ~~IC 21-2-12-3(j)~~;

42 **IC 21-2-12-3(h)**.

43 SECTION 73. IC 20-8.1-6.1-8 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1,

44 2001]: Sec. 8. (a) As used in this section, the following terms have the following meanings:

45 (1) "Class of school" refers to a classification of each school or program in the transferee

46 corporation by the grades or special programs taught at the school. Generally, these classifications

47 are denominated as kindergarten, elementary school, middle school or junior high school, high

48 school, and special schools or classes, such as schools or classes for special education, vocational

49 training, or career education.



- 1 (2) "ADM" means the following:
- 2 (A) For purposes of allocating to a transfer student state distributions under IC 21-1-30
- 3 (primetime), "ADM" as computed under IC 21-1-30-2.
- 4 (B) For all other purposes, "ADM" as set forth in IC 21-3-1.6-1.1.
- 5 (3) "Pupil enrollment" means the following:
- 6 (A) The total number of students in kindergarten through grade 12 who are enrolled in a
- 7 transferee school corporation on a date determined by the Indiana state board of education.
- 8 (B) The total number of students enrolled in a class of school in a transferee school corporation
- 9 on a date determined by the Indiana state board of education.
- 10 However, a kindergarten student shall be counted under clauses (A) and (B) as one-half (1/2) a
- 11 student.
- 12 (4) "Special equipment" means equipment that during a school year:
- 13 (A) is used only when a child with disabilities is attending school;
- 14 (B) is not used to transport a child to or from a place where the child is attending school;
- 15 (C) is necessary for the education of each child with disabilities that uses the equipment, as
- 16 determined under the individualized instruction program for the child; and
- 17 (D) is not used for or by any child who is not a child with disabilities.
- 18 The Indiana state board of education may select a different date for counts under subdivision (3).
- 19 However, the same date shall be used for all school corporations making a count for the same class of
- 20 school.
- 21 (b) Each transferee corporation is entitled to receive for each school year on account of each transferred
- 22 student, except a student transferred under section 3 of this chapter, transfer tuition from the transferor
- 23 corporation or the state as provided in this chapter. Transfer tuition equals the amount determined under
- 24 STEP THREE of the following formula:
- 25 STEP ONE: Allocate to each transfer student the capital expenditures for any special equipment
- 26 used by the transfer student and a proportionate share of the operating costs incurred by the
- 27 transferee school for the class of school where the transfer student is enrolled.
- 28 STEP TWO: If the transferee school included the transfer student in the transferee school's ADM
- 29 for a school year, allocate to the transfer student a proportionate share of the following general fund
- 30 revenues of the transferee school for, except as provided in clause (C), the calendar year in which
- 31 the school year ends:
- 32 (A) The following state distributions that are computed in any part using ADM or other pupil
- 33 count in which the student is included:
- 34 (i) Primetime grant under IC 21-1-30.
- 35 (ii) Tuition support for basic programs and at-risk weights under IC 21-3-1.7-8 (before
- 36 January 1, 1996) and only for basic programs (after December 31, 1995).
- 37 (iii) Enrollment growth grant under IC 21-3-1.7-9.5.
- 38 (iv) At-risk grant under IC 21-3-1.7-9.7.
- 39 (v) Academic honors diploma award under IC 21-3-1.7-9.8.
- 40 (vi) Vocational education grant under ~~IC 21-3-1.8-3~~ **IC 21-3-12**.
- 41 (vii) Special education grant under IC 21-3-1.8 (repealed January 1, 1996) or
- 42 IC 21-3-10.
- 43 (viii) The portion of the ADA flat grant that is available for the payment of general
- 44 operating expenses under IC 21-3-4.5-2(b)(1).
- 45 (B) For school years beginning after June 30, 1997, property tax levies.
- 46 (C) For school years beginning after June 30, 1997, excise tax revenue (as defined in
- 47 IC 21-3-1.7-2) received for deposit in the calendar year in which the school year begins.
- 48 (D) For school years beginning after June 30, 1997, allocations to the transferee school under
- 49 IC 6-3.5.



1 STEP THREE: Determine the greater of:

2 (A) zero (0); or

3 (B) the result of subtracting the STEP TWO amount from the STEP ONE amount.

4 If a child is placed in an institution or facility in Indiana under a court order, the institution or facility
5 shall charge the county office of the county of the student's legal settlement under IC 12-19-7 for the use
6 of the space within the institution or facility (commonly called capital costs) that is used to provide
7 educational services to the child based upon a prorated per student cost.

8 (c) Operating costs shall be determined for each class of school where a transfer student is enrolled. The
9 operating cost for each class of school is based on the total expenditures of the transferee corporation for
10 the class of school from its general fund expenditures as specified in the classified budget forms
11 prescribed by the state board of accounts. This calculation excludes:

12 (1) capital outlay;

13 (2) debt service;

14 (3) costs of transportation;

15 (4) salaries of board members;

16 (5) contracted service for legal expenses; and

17 (6) any expenditure which is made out of the general fund from extracurricular account receipts;
18 for the school year.

19 (d) The capital cost of special equipment for a school year is equal to:

20 (1) the cost of the special equipment; divided by

21 (2) the product of:

22 (A) the useful life of the special equipment, as determined under the rules adopted by the
23 Indiana state board of education; multiplied by

24 (B) the number of students using the special equipment during at least part of the school year.

25 (e) When an item of expense or cost described in subsection (c) cannot be allocated to a class of school,
26 it shall be prorated to all classes of schools on the basis of the pupil enrollment of each class in the
27 transferee corporation compared to the total pupil enrollment in the school corporation.

28 (f) Operating costs shall be allocated to a transfer student for each school year by dividing:

29 (1) the transferee school corporation's operating costs for the class of school in which the transfer
30 student is enrolled; by

31 (2) the pupil enrollment of the class of school in which the transfer student is enrolled.

32 When a transferred student is enrolled in a transferee corporation for less than the full school year of pupil
33 attendance, the transfer tuition shall be calculated by the portion of the school year for which the
34 transferred student is enrolled. A school year of pupil attendance consists of the number of days school
35 is in session for pupil attendance. A student, regardless of the student's attendance, is enrolled in a
36 transferee school unless the student is no longer entitled to be transferred because of a change of
37 residence, the student has been excluded or expelled from school for the balance of the school year or for
38 an indefinite period, or the student has been confirmed to have withdrawn from school. The transferor
39 and the transferee corporation may enter into written agreements concerning the amount of transfer tuition
40 due in any school year. Where an agreement cannot be reached, the amount shall be determined by the
41 Indiana state board of education, and costs may be established, when in dispute, by the state board of
42 accounts.

43 (g) A transferee school shall allocate revenues described in subsection (b) STEP TWO to a transfer
44 student by dividing:

45 (1) the total amount of revenues received; by

46 (2) the ADM of the transferee school for the school year that ends in the calendar year in which the
47 revenues are received.

48 However, for state distributions under IC 21-1-30, IC 21-3-10, or any other statute that computes the
49 amount of a state distribution using less than the total ADM of the transferee school, the transferee school



1 shall allocate the revenues to the transfer student by dividing the revenues that the transferee school is
2 eligible to receive in a calendar year by the pupil count used to compute the state distribution.

3 (h) In lieu of the payments provided in subsection (b), the transferor corporation or state owing transfer
4 tuition may enter into a long term contract with the transferee corporation governing the transfer of
5 students. This contract is for a maximum period of five (5) years with an option to renew, and may specify
6 a maximum number of pupils to be transferred and fix a method for determining the amount of transfer
7 tuition and the time of payment, which may be different from that provided in section 9 of this chapter.

8 (i) If the school corporation can meet the requirements of IC 21-1-30-5, it may negotiate transfer tuition
9 agreements with a neighboring school corporation that can accommodate additional students. Agreements
10 under this section may be for one (1) year or longer and may fix a method for determining the amount of
11 transfer tuition or time of payment that is different from the method, amount, or time of payment that is
12 provided in this section or section 9 of this chapter. A school corporation may not transfer a student under
13 this section without the prior approval of the child's parent or guardian.

14 (j) If a school corporation experiences a net financial impact with regard to transfer tuition that is
15 negative for a particular school year as described in IC 6-1.1-19-5.1, the school corporation may appeal
16 for an excessive levy as provided under IC 6-1.1-19-5.1.

17 SECTION 74. IC 21-2-12-3 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1,
18 2001]: Sec. 3. As used in this chapter:

19 (a) "County" means a county having a population of more than four hundred thousand (400,000) but
20 less than seven hundred thousand (700,000).

21 (b) "County auditor", "county treasurer", and "county council" mean, respectively, the auditor, treasurer,
22 and county council of the county.

23 (c) "School corporation" means any school corporation of the state of Indiana which has under its
24 jurisdiction any territory located in the county.

25 (d) "County supplemental school financing tax" means the tax to be levied by the board of county
26 commissioners under this chapter.

27 (e) "County school distribution fund" means the county fund into which the receipts from the county
28 supplemental financing tax shall be credited and from which distributions to the school corporations shall
29 be charged.

30 (f) "Average daily membership" or "ADM" has the meaning set forth in IC 21-3-1.6-1.1.

31 ~~(g) "Additional count" or "additional count per pupil" of a school corporation, or comparable language,~~
32 ~~means the additional count for certain pupils as set out in section 3-1 of this chapter and as determined~~
33 ~~at the times for calculating ADM.~~

34 ~~(h)~~ (g) "Assessed valuation" of any school corporation means the net assessed value of its real and
35 taxable personal property adjusted by a percentage factor. For each school corporation this factor shall
36 be the most recent adjustment factor computed by the state board of tax commissioners pursuant to
37 IC 6-1.1-34.

38 ~~(i)~~ (h) "School year" means a year beginning July 1 and ending the next June 30.

39 ~~(j)~~ (i) The "entitlement" of a school corporation is that portion of the county school distribution fund
40 to which any school corporation is entitled for any calendar year and on the basis of which the county
41 supplemental school financing tax is set under the provisions of this chapter.

42 ~~(k)~~ (j) "Eligible pupil" has the meaning set forth in IC 21-3-1.6-1.1.

43 SECTION 75. IC 21-2-12-6.1 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1,
44 2000]: Sec. 6.1. (a) The county supplemental school financing tax revenues shall be deposited in the
45 county supplemental school distribution fund. In addition, for purposes of allocating distributions of tax
46 revenues collected under IC 6-5-10, IC 6-5-11, IC 6-5.5, IC 6-6-5, or IC 6-6-6.5, the county supplemental
47 school financing tax shall be treated as if it were property taxes imposed by a separate taxing unit. Thus,
48 the appropriate portion of those distributions shall be deposited in the county supplemental school
49 distribution fund.



1 (b) The entitlement of each school corporation from the county supplemental school distribution fund
2 for each calendar year after ~~1976~~ **1999** shall be the greater of:

3 (1) the amount of its entitlement for the calendar year ~~1976~~ **1999** from the tax levied under this
4 chapter; or

5 (2) an amount equal to ~~twenty-two~~ **twenty-seven** dollars and fifty cents (~~\$22.50~~) (**\$27.50**) times
6 the sum of its ADM. ~~plus the additional count of the school corporation for its pupils in all the~~
7 ~~categories set out in section 3.1 of this chapter for the school year ending in the year of distribution.~~

8 SECTION 76. IC 21-3-1.6-1.1 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1,
9 2001]: Sec. 1.1. As used in this chapter:

10 (a) "School corporation" means any local public school corporation established under Indiana law.

11 (b) "School year" means a year beginning July 1 and ending the next succeeding June 30.

12 (c) "State distribution" due a school corporation means the amount of state funds to be distributed to
13 a school corporation in any calendar year under this chapter.

14 (d) "Average daily membership" or "ADM" of a school corporation means the number of eligible pupils
15 enrolled in the school corporation or in a transferee corporation on a day to be fixed annually by the
16 Indiana state board of education. Such day shall fall within the first thirty (30) days of the school term.
17 If, however, extreme patterns of student in-migration, illness, natural disaster, or other unusual conditions
18 in a particular school corporation's enrollment on the particular day thus fixed, cause the enrollment to
19 be unrepresentative of the school corporation's enrollment throughout a school year, the Indiana state
20 board of education may designate another day for determining the school corporation's enrollment. The
21 Indiana state board of education shall monitor changes, which occur after the fall count, in the number
22 of students enrolled in programs for children with disabilities and shall, before December 2 of that same
23 year, make an adjusted count of students enrolled in programs for children with disabilities. The
24 superintendent of public instruction shall certify the adjusted count to the budget committee before
25 February 5 of the following year. In determining the ADM, each kindergarten pupil shall be counted as
26 one-half (1/2) pupil. Where a school corporation commences kindergarten in a school year, the ADM of
27 the current and prior calendar years shall be adjusted to reflect the enrollment of the kindergarten pupils.
28 "Current ADM" of a school corporation used in computing its state distribution in a calendar year means
29 the ADM of the school year ending in the calendar year. "ADM of the previous year" or "ADM of the
30 prior year" of a school corporation used in computing its state distribution in a calendar year means the
31 ADM of the school corporation for the school year ending in the preceding calendar year.

32 (e) ~~"Additional count" of a school corporation, or comparable language, means the aggregate of the~~
33 ~~additional counts of the school corporation for certain pupils as set out in section 3 of this chapter and~~
34 ~~as determined at the times for calculating ADM. "Current additional count" means the additional count~~
35 ~~of the school corporation for the school year ending in the calendar year. "Prior year additional count"~~
36 ~~of a school corporation used in computing its state distribution in a calendar year means the additional~~
37 ~~count of the school corporation for the school year ending in the preceding calendar year.~~

38 (f) (e) "Adjusted assessed valuation" of any school corporation used in computing state distribution for
39 a calendar year means the assessed valuation in the school corporation, adjusted as provided in
40 IC 6-1.1-34. The amount of the valuation shall also be adjusted downward by the state board of tax
41 commissioners to the extent it consists of real or personal property owned by a railroad or other
42 corporation under the jurisdiction of a federal court under the federal bankruptcy laws (11 U.S.C. 101 et
43 seq.) if as a result of the corporation being involved in a bankruptcy proceeding the corporation is
44 delinquent in payment of its Indiana real and personal property taxes for the year to which the valuation
45 applies. If the railroad or other corporation in some subsequent calendar year makes payment of the
46 delinquent taxes, then the state superintendent of public instruction shall prescribe adjustments in the
47 distributions of state funds pursuant to this chapter as are thereafter to become due to a school corporation
48 affected by the delinquency as will ensure that the school corporation will not have been unjustly enriched
49 under the provisions of P.L.382-1987(ss).



1 ~~(g)~~ (f) "General fund" means a school corporation fund established under IC 21-2-11-2.

2 ~~(h)~~ (g) "Teacher" means every person who is required as a condition of employment by a school
3 corporation to hold a teacher's license issued or recognized by the state, except substitutes and any person
4 paid entirely from federal funds.

5 ~~(i)~~ (h) "Teacher ratio" of a school corporation used in computing state distribution in any calendar year
6 means the ratio assigned to the school corporation pursuant to section 2 of this chapter.

7 ~~(j)~~ (i) "Eligible pupil" means a pupil enrolled in a school corporation if:

8 (1) the school corporation has the responsibility to educate the pupil in its public schools without
9 the payment of tuition;

10 (2) subject to subdivision (5), the school corporation has the responsibility to pay transfer tuition
11 under IC 20-8.1-6.1, because the pupil is transferred for education to another school corporation
12 (the "transferee corporation");

13 (3) the pupil is enrolled in a school corporation as a transfer student under IC 20-8.1-6.1-3 or
14 entitled to be counted for ADM or additional count purposes as a resident of the school corporation
15 when attending its schools under any other applicable law or regulation;

16 (4) the state is responsible for the payment of transfer tuition to the school corporation for the pupil
17 under IC 20-8.1-6.1; or

18 (5) all of the following apply:

19 (A) The school corporation is a transferee corporation.

20 (B) The pupil does not qualify as a qualified pupil in the transferee corporation under
21 subdivision (3) or (4).

22 (C) The transferee corporation's attendance area includes a state licensed private or public
23 health care facility, child care facility, or foster family home where the pupil was placed:

24 (i) by or with the consent of the division of family and children;

25 (ii) by a court order; or

26 (iii) by a child placing agency licensed by the division of family and children.

27 ~~(k)~~ (j) "General fund budget" of a school corporation means the amount of the budget approved for a
28 given year by the state board of tax commissioners and used by the state board of tax commissioners in
29 certifying a school corporation's general fund tax levy and tax rate for the school corporation's general
30 fund as provided for in IC 21-2-11.

31 SECTION 77. IC 21-3-1.8-3 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1,
32 2000]: Sec. 3. In addition to the amount a school corporation is entitled to receive in tuition support, each
33 school corporation is entitled to receive a grant for vocational education programs. The amount of the
34 vocational education grant is the product of:

35 (1) the school corporation's additional pupil count for the year for vocational education programs;
36 multiplied by

37 (2) for

38 ~~(A) 1998, one thousand five hundred seventy dollars (\$1,570); and~~

39 ~~(B) 1999, one thousand six hundred dollars (\$1,600).~~

40 **2000, one thousand six hundred thirty-eight dollars (\$1,638).**

41 SECTION 78. IC 21-3-1.8-6 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2000]:
42 Sec. 6. This chapter expires January 1, ~~2000~~. **2001.**

43 SECTION 79. IC 21-3-10-1 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1,
44 2001]: Sec. 1. As used in this chapter, "eligible pupil" has the meaning set forth in ~~IC 21-3-1.6-1.1(j)~~
45 **IC 21-3-1.6-1.1.**

46 SECTION 80. IC 21-3-12 IS ADDED TO THE INDIANA CODE AS A NEW CHAPTER TO READ
47 AS FOLLOWS [EFFECTIVE JANUARY 1, 2001]:

48 **Chapter 12. Vocational Education Grants**

49 **Sec. 1. As used in this chapter, "eligible pupil" has the meaning set forth in IC 21-3-1.6-1.1 and**



1 the pupil enrollment shall be determined at the same time that a school corporation's ADM is
2 determined under IC 6-1.1-1.6-1.1.

3 Sec. 2. (a) Before October 1 of each year, the department of workforce development shall provide
4 the department of education with a report listing whether the Indiana labor market demand for
5 each generally recognized labor category is more than moderate, moderate, or less than moderate.
6 In the report, the department of workforce development shall categorize each of the vocational
7 education programs using the following three (3) categories:

8 (1) Programs that are addressing employment demand for individuals in labor market
9 categories that are projected to need more than a moderate number of individuals.

10 (2) Programs that are addressing employment demand for individuals in labor market
11 categories that are projected to need a moderate number of individuals.

12 (3) Programs that are addressing employment demand for individuals in labor market
13 categories that are projected to need less than a moderate number of individuals. All
14 apprenticeship programs, cooperative education programs, and programs not covered by
15 subdivisions (1) through (2) shall be included in this category.

16 (b) If a new vocational education program is created by rule of the Indiana state board of
17 education or by the United States Department of Education, the department of workforce
18 development shall determine the category in which the program should be included.

19 Sec. 3. Participation in a program is not required to the extent of full-time equivalency. The
20 Indiana state board of education shall adopt rules further defining the nature and extent of
21 participation and the type of program qualifying for approval. A count may not be made on any
22 program that has not been approved by the Indiana state board of education or where a pupil is
23 not participating to the extent required by any rule of the board.

24 Sec. 4. In addition to the amount a school corporation is entitled to receive in tuition support, each
25 school corporation is entitled to receive a grant for vocational education programs. The amount
26 of the vocational education grant is based on the count of:

27 (1) pupils that have received a secondary level certificate of achievement in a technical field
28 under IC 20-10.1-4.4 or other state or nationally recognized certificate or license; plus

29 (2) eligible pupils enrolled in vocational education programs to be determined at the same
30 time as ADM is determined.

31 Sec. 5. In its nonduplicated count of pupils receiving a secondary level certificate of achievement
32 in a technical field under IC 20-10.1-4.4, a school corporation shall count each pupil receiving a
33 certificate during the preceding school year.

34 Sec. 6. (a) In its duplicated count of pupils in programs addressing employment demand for
35 individuals in labor market categories that are projected to need more than a moderate number
36 of individuals, a school corporation shall count each pupil enrolled in each of the programs.

37 (b) A pupil may be counted in more than one (1) of the programs if the pupil is enrolled in more
38 than one (1) program at the time pupil enrollment is determined.

39 (c) A pupil may be included in the duplicated count in this section and in the duplicated count of
40 pupils in programs addressing employment demand that is moderate or less than moderate.

41 Sec. 7. (a) In its duplicated count of pupils in programs addressing employment demand for
42 individuals in labor market categories that are projected to need a moderate number of individuals,
43 a school corporation shall count each pupil enrolled in each of the programs.

44 (b) A pupil may be counted in more than one (1) of the programs if the pupil is enrolled in more
45 than one (1) program at the time pupil enrollment is determined.

46 (c) A pupil may be included in the duplicated count in this section and in the duplicated count of
47 pupils in programs addressing employment demand that is more than or less than moderate.

48 Sec. 8. (a) In its duplicated count of pupils in programs addressing employment demand for
49 individuals in labor market categories that are projected to need less than a moderate number of
50 individuals, a school corporation shall count each pupil enrolled in each of the programs. All



1 apprenticeship programs, cooperative education programs, and programs not covered by section
2 6 or 7 of this chapter shall be included in this category.

3 (b) A pupil may be counted in more than one (1) of the programs if the pupil is enrolled in more
4 than one (1) program at the time pupil enrollment is determined.

5 (c) A pupil may be included in the duplicated count in this section and in the duplicated count of
6 pupils in programs addressing employment demand that is more than moderate or moderate.

7 **Sec. 9.** The amount of the vocational education grant for 2001 is the sum of the following amounts:

8 **STEP ONE:** The number of pupils described in section 5 of this chapter (certificates of
9 achievement) multiplied by five hundred fifty dollars (\$550).

10 **STEP TWO:** The number of pupils described in section 6 of this chapter (more than a
11 moderate labor market need) multiplied by one thousand two hundred dollars (\$1,200).

12 **STEP THREE:** The number of pupils described in section 7 of this chapter (a moderate labor
13 market need) multiplied by eight hundred dollars (\$800).

14 **STEP FOUR:** The number of pupils described in section 8 of this chapter (less than a
15 moderate labor market need) multiplied by three hundred fifty dollars (\$350).

16 **Sec. 10.** If a school corporation determines that the categories of vocational education programs
17 issued by the department of workforce development under section 2 of this chapter are not
18 representative of the employment demand in the region surrounding the school corporation, the
19 school corporation may petition the department of workforce development to recategorize for the
20 school corporation the vocational education programs offered by the school corporation according
21 to the employment demand in the region surrounding the school corporation. The petition must
22 include information supporting the school corporation's determination that the categories of
23 vocational education programs by the department of workforce development under section 2 of this
24 chapter are not representative of the employment demand in the region surrounding the school
25 corporation.

26 **Sec. 11.** This chapter expires January 1, 2002.

27 SECTION 81. THE FOLLOWING ARE REPEALED [EFFECTIVE JANUARY 1, 2001]:
28 IC 21-2-12-3.1; IC 21-3-1.6-3; IC 21-3-1.6-3.2; IC 21-3-1.8-3.

29 SECTION 82. IC 21-3-10-8 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1,
30 2000]: Sec. 8. The amount of the grant that a school corporation is entitled to receive for special education
31 programs is equal to:

32 (1) the nonduplicated count of pupils in programs for severe disabilities multiplied by:

33 (A) for 1998, seven thousand two hundred five dollars (\$7,205); **five hundred sixty-one**
34 **dollars (\$7,561) in 2000;** and

35 (B) for 1999, seven thousand two hundred eighty-five dollars (\$7,285); **eight hundred**
36 **forty-nine dollars (\$7,849) in 2001;** plus

37 (2) the nonduplicated count of pupils in programs of mild and moderate disabilities multiplied by:

38 (A) for 1998, one thousand nine hundred fifty-four dollars (\$1,954); **two thousand fifty-two**
39 **dollars (\$2,052) in 2000;** and

40 (B) for 1999, one thousand nine hundred seventy-seven dollars (\$1,977); **two thousand one**
41 **hundred thirty dollars (\$2,130) in 2001;** plus

42 (3) the duplicated count of pupils in programs for communication disorders multiplied by:

43 (A) for 1998, four hundred sixty-two dollars (\$462); **eighty-six dollars (\$486) in 2000;** and

44 (B) for 1999, **four five hundred sixty-nine dollars (\$469); five dollars (\$505) in 2001;** plus

45 (4) the cumulative count of pupils in homebound programs multiplied by:

46 (A) four hundred sixty-two dollars (\$462) in 1998 **eighty-six dollars (\$486) in 2000;** and

47 (B) **four five hundred sixty-nine dollars (\$469) in 1999 five dollars (\$505) in 2001.**

48 SECTION 83. IC 21-3-10-11 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1,
49 2000]: Sec. 11. This chapter expires January 1, ~~2000~~. **2002.**



1 SECTION 84. THE FOLLOWING ARE REPEALED [EFFECTIVE JANUARY 1, 2000]:
2 IC 21-3-1.7-6.3; P.L.6-1997, SECTION 86.

3 SECTION 85. P.L.50-1996, SECTION 18, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
4 JANUARY 1, 2000]: SECTION 18. (a) The department of education and the state board of tax
5 commissioners shall select pilot school corporations under subsection (b). Beginning January 1, 1997,
6 the school corporations selected under subsection (b) shall comply with SECTIONS 1 through 18 of this
7 act as if those SECTIONS were effective January 1, 1997.

8 (b) Before October 1, 1996, the department of education and the state board of tax commissioners shall
9 meet to select ten (10) pilot school corporations. The pilot school corporations shall be selected with the
10 objective that the pilot school corporations collectively represent a broad range of the different types and
11 sizes of school corporations that exist in Indiana. In order to achieve this objective, the department of
12 education and the state board of tax commissioners shall select the pilot school corporations based on the
13 following criteria:

- 14 (1) The size of the student population within the corporation.
- 15 (2) The size of the geographic territory served by the corporation.
- 16 (3) The average growth of the property tax assessed valuation within the corporation's district over
17 the preceding three (3) years.
- 18 (4) The growth or decline of the ADM (as defined in IC 21-3-1.6-1.1) within the corporation over
19 the preceding three (3) years, excluding any year in which there is a general reassessment.
- 20 (5) The extent of urban development in the corporation.
- 21 (6) Any other factors the department of education and the state board of tax commissioners
22 determine are necessary to distinguish a group or category of school corporations that deserve
23 representation by a pilot school corporation.

24 (c) All state and local governmental officials whose official functions relate to this act shall cooperate
25 with the department of education, the state board of tax commissioners, and the pilot school corporations
26 to implement this act.

27 (d) This SECTION expires July 1, ~~1999~~: **2001**.

28 SECTION 86. P.L.50-1996, SECTION 19, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
29 JANUARY 1, 1999 (RETROACTIVE)]: SECTION 19. (a) The initial school year budget adopted by a
30 pilot school corporation selected under SECTION 18 of this act and fixed by the state board of tax
31 commissioners under this act is for the period beginning July 1, 1997, through June 30, 1998. The first
32 six (6) months of the initial budget for a pilot school corporation must be consistent with the last six (6)
33 months of the budget fixed by the state board of tax commissioners for calendar year 1997 under the
34 procedures effective in 1996.

35 (b) **Notwithstanding any other law**, the initial school year budget adopted by a school corporation,
36 other than a pilot school corporation selected under SECTION 18 of this act, and fixed by the state board
37 of tax commissioners under this act, is for the period beginning July 1, ~~1999~~: **2001**, through June 30,
38 ~~2000~~: **2002**. The first six (6) months of the initial budget must be consistent with the last six (6) months
39 of the budget fixed by the state board of tax commissioners for calendar year ~~1999~~: **2001** under the
40 procedures effective in ~~1998~~: **2000**.

41 (c) This SECTION expires July 1, ~~2000~~: **2002**.

42 SECTION 87. P.L.50-1996, SECTION 20, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
43 JANUARY 1, 1999 (RETROACTIVE)]: SECTION 20. (a) The department of education, with the
44 assistance of the state board of tax commissioners, shall submit to the budget committee the following
45 concerning all pilot school corporations selected under SECTION 18 of this act:

- 46 (1) Before October 1, 1998, a written report that:
 - 47 (A) specifies positive and negative aspects experienced in formulating a budget under this act;
 - 48 (B) makes recommendations on how to remedy any perceived inadequacies in the provisions
49 of this act; and



- 1 (C) analyzes the long term benefits of this act;
2 (2) Before October 1, 1999, a written report that:
3 (A) updates the report made under subdivision (1);
4 (B) outlines adjustments the school corporation made in the process of converting to
5 formulating a budget under this act; and
6 (C) provides any other information related to the school corporation's experiences as a pilot
7 school corporation under this act that the school corporation believes important to be made
8 known to the general assembly or other school corporations before this act takes effect for all
9 school corporations.
10 **(3) Before October 1, 2000, a written report that updates the report made under subdivision**
11 **(2).**
12 **(4) Before October 1, 2001, a written report that updates the report made under subdivision**
13 **(3).**

14 Each pilot school corporation shall provide the department of education with the information necessary
15 for the department of education to complete the reports required under this subsection.

16 (b) The department of education shall send copies of the reports required by this SECTION to the
17 following:

- 18 (1) The county auditor.
19 (2) The state board of tax commissioners.
20 (3) Each pilot school corporation.
21 (4) The Indiana School Boards Association.

22 (c) This SECTION expires July 1, ~~2000~~ **2002**.

23 SECTION 88. IC 21-1-30-2 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1,
24 2001]: Sec. 2. For purposes of computation under this chapter, the following shall be used:

- 25 (1) Kindergarten pupils shall be counted as five-tenths (0.5). All other pupils shall be counted as
26 one (1).
27 (2) The number of pupils shall be the number of pupils used in determining ADM, as defined by
28 IC 21-3-1.6, for the current year. ~~However, students who are transferred under IC 20-8-1-6.1 or~~
29 ~~IC 20-8-1-6.5 shall be counted as students having legal settlement in the transferee corporation and~~
30 ~~not having legal settlement in the transferor corporation.~~
31 ~~(3) Only a licensed teacher who is an actual classroom teacher in a regular instructional program~~
32 ~~shall be counted as a teacher, except as permitted under section 5 of this chapter.~~
33 ~~(4) If a school corporation is granted approval under section 5 of this chapter, the school~~
34 ~~corporation may include as one-third (1/3) of a teacher in its computation for funding under this~~
35 ~~chapter each classroom instructional aide who meets qualifications and performs duties prescribed~~
36 ~~by the Indiana state board of education.~~
37 ~~(5) Base year refers to the school year immediately preceding the year that the school corporation~~
38 ~~implemented IC 21-1-29 (before its repeal by P.L.278-1993(ss); SECTION 16) for a particular~~
39 ~~grade level. However, if the enrollment and staffing patterns that year for any reason did not fairly~~
40 ~~represent the normal enrollment and staffing patterns of a particular school corporation for that~~
41 ~~grade level, the department of education may adjust the base year so that the base year reflects the~~
42 ~~normal staffing and enrollment pattern for that school corporation. (3) The staff cost amount for~~
43 ~~a school corporation is sixty-five thousand one hundred dollars (\$65,100) for 2000 and~~
44 ~~sixty-seven thousand one hundred dollars (\$67,100) for 2001.~~
45 **(4) The at-risk index is the index determined under IC 21-3-1.8-1.1.**

46 SECTION 89. IC 21-1-30-3 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1,
47 2001]: Sec. 3. The amount to be distributed to a school corporation **that implements under** this chapter
48 **for kindergarten** is the amount determined under ~~subdivision (6)~~ of the following formula:

- 49 ~~(1) Determine the quotient of:~~



- 1 (A) the ADM of the school corporation, as determined under section 2(2) of this chapter in
 2 kindergarten for the current school year; divided by
 3 (B) eighteen (18);
- 4 (2) Determine the lesser of:
 5 (A) the amount determined under subdivision (1); or
 6 (B) the number of full-time teacher equivalents employed by the school corporation for the
 7 current school year in kindergarten classes;
- 8 (3) Determine the sum of:
 9 (A) the number of full-time teacher equivalents allocated by the school corporation to
 10 kindergarten classes for the respective base year; and
 11 (B) the net number of full-time teacher equivalents that the school corporation has reassigned
 12 since the base year, to grade levels affected by this chapter from grade levels not affected by
 13 this chapter, as determined by the Indiana state board of education, and as measured in the
 14 current year;
- 15 (4) Determine the remainder of:
 16 (A) the amount determined under subdivision (2); minus
 17 (B) the amount determined under subdivision (3);
- 18 (5) Determine the greater of:
 19 (A) the amount determined under subdivision (4); or
 20 (B) zero (0);
- 21 (6) Determine the product of:
 22 (A) the amount determined under subdivision (5); and
 23 (B) twenty-five thousand seven hundred fifty-two dollars (\$25,752) beginning with the
 24 1995-1996 school year and twenty-six thousand five hundred twenty-six dollars (\$26,526)
 25 beginning with the 1996-1997 school year and for each school year thereafter.
- 26 **STEP ONE: Determine the applicable target pupil teacher ratio for the school corporation**
 27 **as follows:**
- 28 (A) If the school corporation's at-risk index is less than seventeen hundredths (0.17), the
 29 school corporation's target pupil teacher ratio is 18:1.
- 30 (B) If the school corporation's at-risk index is at least seventeen hundredths (0.17) but less
 31 than twenty-seven hundredths (0.27), the school corporation's target pupil teacher ratio
 32 is fifteen (15) plus the result of:
- 33 (i) determine the result of twenty-seven hundredths (0.27) minus the school
 34 corporation's at-risk index;
- 35 (ii) determine the item (i) result divided by one-tenth (0.1);
- 36 (iii) determine the item (ii) result multiplied by three (3).
- 37 (C) If the school corporation's at-risk index is at least twenty-seven hundredths (0.27), the
 38 school corporation's target pupil teacher ratio is 15:1.
- 39 **STEP TWO: Determine the result of:**
- 40 (A) the ADM of the school corporation, as determined under section 2(2) of this chapter,
 41 in kindergarten through grade 3 for the current school year; divided by
- 42 (B) the school corporation's target pupil teacher ratio, as determined in STEP ONE.
- 43 **STEP THREE: Determine the result of:**
- 44 (A) the total regular general fund revenue (the amount determined in STEP ONE of
 45 IC 21-3-1.7-8) multiplied by seventy-five hundredths (0.75); divided by
- 46 (B) the school corporation's total ADM.
- 47 **STEP FOUR: Determine the result of:**
- 48 (A) the STEP THREE result; multiplied by
- 49 (B) the ADM of the school corporation, as determined under section 2(2) of this chapter



1 in kindergarten through grade 3 for the current school year.
2 **STEP FIVE: Determine the result of:**
3 (A) the STEP FOUR result; divided by
4 (B) the staff cost amount, as determined in section 2(3) of this chapter.
5 **STEP SIX: Determine the greater of zero (0) or the result of:**
6 (A) the STEP TWO amount; minus
7 (B) the STEP FIVE amount.
8 **STEP SEVEN: Determine the result of:**
9 (A) the STEP SIX amount; multiplied by
10 (B) the staff cost amount, as determined in section 2(3) of this chapter.
11 **STEP EIGHT: Determine the result of the following:**
12 (A) If the STEP SEVEN amount is less than the amount the school corporation received
13 under this chapter for the 1999 fiscal year, determine the greater of:
14 (i) the STEP SEVEN amount; or
15 (ii) the amount the school corporation received under this chapter for the 1999
16 fiscal year multiplied by eighty percent (80%) for 2000 and sixty percent (60%)
17 for 2001.
18 (B) If the STEP SEVEN amount is greater than the amount the school corporation
19 received under this chapter for the 1999 fiscal year, determine the lesser of:
20 (i) the STEP SEVEN amount; or
21 (ii) the amount the school corporation received under this chapter for the 1999
22 fiscal year multiplied by one hundred thirty percent (130%) for 2000 and one
23 hundred sixty percent (160%) for 2001.
24 **For 2000 calculations, the amount the school corporation received under this chapter for the**
25 **year is the 1999-2000 school year amount calculated under this chapter as it existed on July**
26 **1, 1999.**

27 SECTION 90. THE FOLLOWING ARE REPEALED [EFFECTIVE JANUARY 1, 2001]:
28 IC 21-1-30-3.1; IC 21-1-30-3.2; IC 21-1-30-3.3; IC 21-1-30-4; IC 21-1-30-5; IC 21-1-30-6.

29 SECTION 91. [EFFECTIVE JULY 1, 1999] (a) The primetime distribution for each local school for
30 the period of June 30, 1999, to December 31, 1999, shall be equal to one half (1/2) of the primetime
31 distribution before any penalty assessed under the provisions of IC 21-1-30 that the school would
32 have received during fiscal year 1998-1999. The distribution shall be made monthly in six (6)
33 approximately equal payments to be made before the fifteenth day of each month.

34 (b) Beginning in 2000 a school corporation's primetime distribution shall be determined on a
35 calendar year basis. The amount of the primetime distribution for 2000 shall be determined on a
36 calendar year basis under IC 21-1-30, as amended by this act.

37 SECTION 92. IC 4-34-3-2 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]:
38 Sec. 2. (a) ~~Two million dollars (\$2,000,000)~~ from **Money** in the fund shall be allocated annually to
39 libraries, including the INSPIRE project.

40 (b) The Indiana library and historical board established by IC 4-23-7-2 and the budget agency may
41 jointly make rules necessary or appropriate to the administration of this chapter.

42 (c) Each library in Indiana is entitled in each calendar year to apply to the Indiana library and historical
43 board for a grant for a technology project. From time to time, but not more often than semiannually, the
44 Indiana library and historical board shall make recommendations to the budget agency as to grants from
45 the Indiana technology fund. After review by the budget committee established by IC 4-12-1-3 and
46 approval by the governor, the budget agency may allot money to the Indiana library and historical board
47 for the grants.

48 SECTION 93. IC 4-34-3-4 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]:
49 Sec. 4. ~~Three million dollars (\$3,000,000)~~ from **Money** in the fund shall be allocated annually to the



1 intelenet commission (IC 5-21-2-1) to make matching grants to school corporations **or to make**
2 **payments directly to vendors** for **providing** Internet connections **and related equipment** for a school
3 corporation. The intelenet commission shall develop a plan to implement grants under this section. The
4 budget committee shall review the plan. The budget agency must approve of the plan.

5 SECTION 94. IC 4-34-3-5 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]:

6 Sec. 5. ~~The following amount from Money in~~ the fund shall be allocated annually to the technology grant
7 plan program established under IC 20-10.1-25.3 for the following purpose: ~~Fifteen million dollars~~
8 ~~(\$15,000,000)~~ For technology plan grants to school corporations under IC 20-10.1-25.3. The department
9 of education shall develop a plan for funding all school corporations within a six (6) year cycle. ~~The total~~
10 ~~technology grant amount to a qualifying school corporation is the amount determined by the department~~
11 ~~multiplied by the school corporation's ADM. The amount may not exceed two hundred dollars (\$200):~~

12 SECTION 95. IC 20-8.1-9-2 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]:

13 Sec. 2. The department shall adopt procedures that must be followed by applicants in order for them to
14 qualify for assistance under this chapter. The financial eligibility standard for an applicant under this
15 chapter must be the same criteria used for determining eligibility for receiving free lunches **or reduced**
16 **price lunches** under the national school lunch program.

17 SECTION 96. IC 20-10.1-25.3-9 IS AMENDED TO READ AS FOLLOWS: Sec. 9. The total

18 technology plan grant amount to a qualifying school corporation is the amount determined by the
19 department, with advice from the council, multiplied by the school corporation's ADM. The amount ~~may~~
20 ~~not exceed two is one~~ hundred dollars ~~(\$200):~~ **(\$100)**. However, for the purposes of determining the
21 ADM of a school corporation, students who are transferred under IC 20-8.1-6.1 or IC 20-8.1-6.5 shall be
22 counted as students having legal settlement in the transferee corporation and not having legal settlement
23 in the transferor corporation.

24 SECTION 97. IC 6-3-1-3.5 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]:

25 Sec. 3.5. When used in IC 6-3, the term "adjusted gross income" shall mean the following:

26 (a) In the case of all individuals, "adjusted gross income" (as defined in Section 62 of the Internal
27 Revenue Code), modified as follows:

28 (1) Subtract income that is exempt from taxation under IC 6-3 by the Constitution and statutes of
29 the United States.

30 (2) Add an amount equal to any deduction or deductions allowed or allowable pursuant to Section
31 62 of the Internal Revenue Code for taxes based on or measured by income and levied at the state
32 level by any state of the United States or for taxes on property levied by any subdivision of any state
33 of the United States.

34 (3) Subtract one thousand dollars (\$1,000), or in the case of a joint return filed by a husband and
35 wife, subtract for each spouse one thousand dollars (\$1,000).

36 (4) Subtract one thousand dollars (\$1,000) for:

37 (A) each of the exemptions provided by Section 151(c) of the Internal Revenue Code;

38 (B) each additional amount allowable under Section 63(f) of the Internal Revenue Code; and

39 (C) the spouse of the taxpayer if a separate return is made by the taxpayer, and if the spouse,
40 for the calendar year in which the taxable year of the taxpayer begins, has no gross income and
41 is not the dependent of another taxpayer.

42 (5) Subtract five hundred dollars (\$500) for each of the exemptions allowed under Section
43 151(c)(1)(B) of the Internal Revenue Code for taxable years beginning after December 31, 1996,
44 and before January 1, 2001. This amount is in addition to the amount subtracted under subdivision
45 (4).

46 (6) Subtract an amount equal to the lesser of:

47 (A) that part of the individual's adjusted gross income (as defined in Section 62 of the Internal
48 Revenue Code) for that taxable year that is subject to a tax that is imposed by a political
49 subdivision of another state and that is imposed on or measured by income; or



- 1 (B) two thousand dollars (\$2,000).
- 2 (7) Add an amount equal to the total capital gain portion of a lump sum distribution (as defined in
- 3 Section 402(e)(4)(D) of the Internal Revenue Code), if the lump sum distribution is received by the
- 4 individual during the taxable year and if the capital gain portion of the distribution is taxed in the
- 5 manner provided in Section 402 of the Internal Revenue Code.
- 6 (8) Subtract any amounts included in federal adjusted gross income under Internal Revenue Code
- 7 Section 111 as a recovery of items previously deducted as an itemized deduction from adjusted
- 8 gross income.
- 9 (9) Subtract any amounts included in federal adjusted gross income under the Internal Revenue
- 10 Code which amounts were received by the individual as supplemental railroad retirement annuities
- 11 under 45 U.S.C. 231 and which are not deductible under subdivision (1).
- 12 (10) Add an amount equal to the deduction allowed under Section 221 of the Internal Revenue
- 13 Code for married couples filing joint returns if the taxable year began before January 1, 1987.
- 14 (11) Add an amount equal to the interest excluded from federal gross income by the individual for
- 15 the taxable year under Section 128 of the Internal Revenue Code, if the taxable year began before
- 16 January 1, 1985.
- 17 (12) Subtract an amount equal to the amount of federal Social Security and Railroad Retirement
- 18 benefits included in a taxpayer's federal gross income by Section 86 of the Internal Revenue Code.
- 19 (13) In the case of a nonresident taxpayer or a resident taxpayer residing in Indiana for a period of
- 20 less than the taxpayer's entire taxable year, the total amount of the deductions allowed pursuant to
- 21 subdivisions (3), (4), (5), and (6) shall be reduced to an amount which bears the same ratio to the
- 22 total as the taxpayer's income taxable in Indiana bears to the taxpayer's total income.
- 23 (14) In the case of an individual who is a recipient of assistance under IC 12-10-6-1, IC 12-10-6-2,
- 24 IC 12-10-6-3, IC 12-15-2-2, or IC 12-15-7, subtract an amount equal to that portion of the
- 25 individual's adjusted gross income with respect to which the individual is not allowed under federal
- 26 law to retain an amount to pay state and local income taxes.
- 27 **(15) Subtract an amount equal to any cash assistance grant received by the individual under**
- 28 **IC 12-14-27.**
- 29 (b) In the case of corporations, the same as "taxable income" (as defined in Section 63 of the Internal
- 30 Revenue Code) adjusted as follows:
- 31 (1) Subtract income that is exempt from taxation under IC 6-3 by the Constitution and statutes of
- 32 the United States.
- 33 (2) Add an amount equal to any deduction or deductions allowed or allowable pursuant to Section
- 34 170 of the Internal Revenue Code.
- 35 (3) Add an amount equal to any deduction or deductions allowed or allowable pursuant to Section
- 36 63 of the Internal Revenue Code for taxes based on or measured by income and levied at the state
- 37 level by any state of the United States or for taxes on property levied by any subdivision of any state
- 38 of the United States.
- 39 (4) Subtract an amount equal to the amount included in the corporation's taxable income under
- 40 Section 78 of the Internal Revenue Code.
- 41 (c) In the case of trusts and estates, "taxable income" (as defined for trusts and estates in Section 641(b)
- 42 of the Internal Revenue Code) reduced by income that is exempt from taxation under IC 6-3 by the
- 43 Constitution and statutes of the United States.
- 44 SECTION 98. IC 6-3.1-16-14 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]:
- 45 Sec. 14. The amount of tax credits allowed under this chapter **in a state fiscal year** may not exceed
- 46 ~~(1)~~ seven hundred fifty thousand dollars (\$750,000 in the state fiscal year beginning July 1, ~~1997~~,
- 47 **1999**, and the state fiscal year beginning July 1, ~~1998~~ **2000**; and
- 48 (2) four hundred fifty thousand dollars (\$450,000) in a state fiscal year that begins July 1, ~~1999~~,
- 49 **2001**, or thereafter.



1 SECTION 99. IC 8-1-1-3 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec.

2 3. (a) The members of the commission shall meet and organize the commission. The commission may,
3 subject to the approval of the governor, appoint a secretary of the commission.

4 (b) The salaries of the members and secretary of the commission shall be fixed by the governor, subject
5 to the approval of the budget agency; however, the salaries of the chairman and the members shall not
6 be less than the following annual minimum amounts:

7 (1) For the chairman, sixty-five thousand dollars (\$65,000).

8 (2) For the members, sixty thousand dollars (\$60,000) each.

9 (c) The commission may appoint one (1) or more administrative law judges who shall be responsible
10 to and serve at the will and pleasure of the commission. While serving, the administrative law judges shall
11 devote full time to the duties of the commission and shall not be actively engaged in any other occupation,
12 profession, or business that constitutes a conflict of interest or otherwise interferes with carrying out their
13 duties as administrative law judges. The salary of each administrative law judge shall be fixed by the
14 commission subject to the approval of the budget agency but may not be less than the following annual
15 amounts:

16 (1) For the chief administrative law judge, forty-five thousand dollars (\$45,000).

17 (2) For all other administrative law judges, forty thousand dollars (\$40,000).

18 (d) A majority of the commission members shall constitute a quorum.

19 (e) On order of the commission any one (1) member of the commission, or an administrative law judge,
20 may conduct a hearing, or investigation, and take evidence therein, and report the same to the commission
21 for its consideration and action; however, a hearing concerning a request for a general increase in the
22 basic rates and charges of a utility in an amount exceeding twenty million dollars (\$20,000,000) may only
23 be conducted by one (1) or more commission members.

24 (f) Each member of the commission shall give bond in the sum of ten thousand dollars (\$10,000) for
25 the faithful performance of his duties. Such bond shall be filed with the secretary of state.

26 (g) The commission shall formulate rules necessary or appropriate to carry out the provisions of this
27 chapter, and shall perform the duties imposed by law upon them.

28 (h) The commission ~~may~~ **shall**:

29 (1) employ ~~with the approval of the governor and the state budget agency~~, sufficient professional
30 staff, including but not limited to specialists, technicians, and analysts, who are exempt from the
31 job classifications and compensation schedules established under IC 4-15; and

32 (2) purchase, lease, or otherwise acquire for its internal use sufficient technical equipment
33 necessary for the commission to carry out its statutory duties.

34 SECTION 100. IC 12-10-11-8 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]:
35 Sec. 8. The board shall do the following:

36 (1) Establish long term goals of the state for the provision of a continuum of care for the elderly and
37 disabled based on the following:

38 (A) Individual independence, dignity, and privacy.

39 (B) Long term care services that are:

40 (i) integrated, accessible, and responsible; and

41 (ii) available in home and community settings.

42 (C) Individual choice in planning and managing long term care.

43 (D) Access to an array of long term care services:

44 (i) for an individual to receive care that is appropriate for the individual's needs; and

45 (ii) to enable a case manager to have cost effective alternatives available in the
46 construction of care plans and the delivery of services.

47 (E) Long term care services that include home care, community based services, assisted living,
48 congregate care, adult foster care, and institutional care.

49 (F) Maintaining an individual's dignity and self-reliance to protect the fiscal interests of both



- 1 taxpayers and the state.
- 2 (G) Long term care services that are fiscally sound.
- 3 (2) Review state policies on community and home care services.
- 4 (3) Recommend the adoption of rules under IC 4-22-2.
- 5 (4) Recommend legislative changes affecting community and home care services.
- 6 (5) Recommend the coordination of the board's activities with the activities of other boards and
- 7 state agencies concerned with community and home care services.
- 8 (6) Evaluate cost effectiveness, quality, scope, and feasibility of a state administered system of
- 9 community and home care services.
- 10 (7) Evaluate programs for financing services to those in need of a continuum of care.
- 11 (8) Evaluate state expenditures for community and home care services, taking into account
- 12 efficiency, consumer choice, competition, and equal access to providers.
- 13 (9) Develop policies that support the participation of families and volunteers in meeting the long
- 14 term care needs of individuals.
- 15 (10) Encourage the development of funding for a continuum of care from private resources,
- 16 including insurance.
- 17 (11) Develop a cost of services basis and a program of cost reimbursement for those persons who
- 18 can pay all or a part of the cost of the services rendered. The division shall use this cost of services
- 19 basis and program of cost reimbursement in administering IC 12-10-10. The cost of services basis
- 20 and program of cost reimbursement must include a client cost share formula that:
- 21 (A) imposes no charges for an eligible individual whose income does not exceed one hundred
- 22 fifty percent (150%) of the federal income poverty level; and
- 23 (B) does not impose charges for the total cost of services provided to an individual under the
- 24 community and home options to institutional care for the elderly and disabled program unless
- 25 the eligible individual's income exceeds:
- 26 (i) three hundred fifty percent (350%) of the federal income poverty level, **for an**
- 27 **eligible individual who begins receiving services under IC 12-10-10 before July**
- 28 **1, 1999; or**
- 29 (ii) **two hundred percent (200%) of the federal income poverty level, for an**
- 30 **eligible individual who begins receiving services under IC 12-10-10 after June 30,**
- 31 **1999.**
- 32 The calculation of income for an eligible individual must include the deduction of the individual's
- 33 medical expenses and the medical expenses of the individual's spouse and dependent children who
- 34 reside in the eligible individual's household.
- 35 (12) Establish long term goals for the provision of guardianship services for adults.
- 36 (13) Coordinate activities and programs with the activities of other boards and state agencies
- 37 concerning the provision of guardianship services.
- 38 (14) Recommend statutory changes affecting the guardianship of indigent adults.
- 39 SECTION 101. IC 12-14-27 IS ADDED TO THE INDIANA CODE AS A NEW CHAPTER TO READ
- 40 AS FOLLOWS [EFFECTIVE JULY 1, 1999]:
- 41 **Chapter 27. Cash Assistance Grant**
- 42 **Sec. 1. This chapter applies only to calendar years 1999 and 2000.**
- 43 **Sec. 2. As used in this chapter, "earned income" means the sum of the:**
- 44 **(1) wages, salaries, tips, and other employee compensation; and**
- 45 **(2) net earnings from self-employment (as computed under Section 32(c)(2) of the Internal**
- 46 **Revenue Code);**
- 47 **of an individual grant applicant and, if the individual files a joint return, the individual's spouse.**
- 48 **Sec. 3. As used in this chapter, "Indiana total income" means the sum of the following for an**
- 49 **individual, and if the individual files a joint return, the individual's spouse, for a taxable year:**



- 1 (1) Adjusted gross income (as defined in Section 62 of the Internal Revenue Code).
- 2 (2) Taxes deducted on a federal income tax return, as described in IC 6-3-1-3.5(a)(2).
- 3 (3) Any net operating loss carried forward from a prior year and reported on the individual's
- 4 federal income tax return for the taxable year.
- 5 (4) The total ordinary income portion of a lump sum distribution described in
- 6 IC 6-3-1-3.5(a)(6).
- 7 (5) Any other taxable income not described in subdivision (1).

8 **Sec. 4.** As used in this chapter, "qualifying child" means an individual who:

- 9 (1) is the child, stepchild, or foster child of the individual;
- 10 (2) resides in Indiana with the individual, including the individual's spouse in the case of a
- 11 joint Indiana income tax return, for more than one-half (1/2) of the taxable year;
- 12 (3) is dependent on the individual, including the individual's spouse in the case of a joint
- 13 Indiana income tax return, for more than one-half (1/2) of the individual's support;
- 14 (4) is less than nineteen (19) years of age on the last day of the taxable year; and
- 15 (5) is not married on the last day of the taxable year.

16 **Sec. 5.** An individual who, in a taxable year, has:

- 17 (1) at least one (1) qualifying child;
- 18 (2) Indiana total income from all sources of not more than twelve thousand dollars (\$12,000);
- 19 and
- 20 (3) Indiana total income from earned income that is at least eighty percent (80%) of the
- 21 individual's Indiana total income;

22 is entitled to a grant described in section 6 of this chapter.

23 **Sec. 6.** The grant authorized under section 5 of this chapter is equal to the lesser of one hundred

24 thirty-six dollars (\$136) or three and four-tenths percent (3.4%) of:

- 25 (1) twelve thousand dollars (\$12,000); minus
- 26 (2) the amount of the individual's Indiana total income.

27 **Sec. 7.** (a) If a husband and wife file a joint Indiana income tax return for a year, a joint grant

28 application must be used under this chapter for that year.

29 (b) If a husband and wife file separate Indiana income tax returns for a year, separate grant

30 applications must be used under this chapter for that year.

31 **Sec. 8.** The department of state revenue shall administer this chapter using the individual income

32 tax return as the basis for qualifying individuals for the grant. The auditor of state may combine

33 the grant payment with an individual income tax refund owed to the individual. The department

34 may adopt rules under IC 4-22-2 to implement this chapter.

35 **Sec. 9.** The office of family and children shall apply the grants provided under this chapter toward

36 Indiana's maintenance of effort under the federal Temporary Assistance to Needy Families (TANF)

37 program.

38 **Sec. 10.** This chapter expires December 31, 2001.

39 SECTION 102. IC 6-3-2.5 IS REPEALED [EFFECTIVE JANUARY 1, 1999 (RETROACTIVE)].

40 SECTION 103. IC 21-6.1-3-5 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]:

41 **Sec. 5.** (a) The governor shall appoint a director ~~from members of the fund: who is qualified by~~

42 **professional background and experience.** Subject only to the governor's approval, the board shall fix

43 the salary of the director.

44 (b) The director shall:

- 45 (1) maintain a record of the board's proceedings;
- 46 (2) be responsible for the safekeeping of the books and records of the department; and
- 47 (3) give bond as fixed by the board.

48 SECTION 104. [EFFECTIVE UPON PASSAGE] **If any provision of this act or its application to any**

49 **person or circumstance is held invalid, the invalidity of that provision does not affect other**

50 **provisions of this act that can be given effect without the invalid provision.**



1 SECTION 105. An emergency is declared for this act.



COMMITTEE REPORT

Mr. Speaker: Your Committee on Ways and Means, to which was referred House Bill 1001, 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:

Page 3, line 35, after "allowance" insert ", meals and other usual and customary expenses associated with legislative affairs".

Page 5, line 47, after "\$3,000;" insert "speaker emeritus, \$1,500;".

Page 7, line 27, delete "100,000" and insert "366,000".

Page 7, between lines 38 and 39, begin a new line and insert:

"REAPPORTIONMENT SUPPORT AND SERVICES

Total Operating Expense **250,000"**

Page 8, line 49, delete "SPECIAL JUDGES - COUNTY COURTS".

Page 8, after line 49, begin a new line and insert:

"SPECIAL JUDGES

- COUNTY COURTS".

Page 9, line 11, delete "1,200,000" and insert "1,600,000".

Page 9, between lines 25 and 26, begin a new line and insert:

"Public Defense Fund (IC 33-19-7-5(c))".

Page 9, delete line 28.

Page 9, line 29, delete "9-13, instead of the appropriation made in IC 33-19-7-5(c).".

Page 9, line 36, delete "550,000 550,000" and insert "625,000 625,000".

Page 10, between lines 44 and 45, begin a new line and insert:

"MILLENNIUM TASK FORCE

Total Operating Expense **500,000"**

Page 11, line 5, delete "GOVERNORS' AND GOVERNORS' SURVIVING".

Page 11, line 6, before "SPOUSES" insert **"GOVERNORS' AND GOVERNORS' SURVIVING"**.

Page 12, line 22, delete "3,548,344 3,548,344" and insert **"3,688,428 3,688,428"**.

Page 12, line 23, delete "1,043,185 1,043,185" and insert **"1,066,197 1,180,947"**.

Page 12, delete line 29, begin a new line and insert:

"GOVERNOR ELECT".

Page 12, line 43, delete "391,355" and insert **"390,355"**.

Page 12, line 47, delete "75,000,000" and insert **"70,000,000"**.

Page 13, line 29, delete "805,369" and insert **"805,370"**.

Page 13, between lines 40 and 41, begin a new line and insert:

"TARGETED TAX RELIEF FUND (4-10-20)

Other Operating Expense **500,000,000**

INDIANA 21st CENTURY GROWTH FUND

Total Operating Expense 25,000,000 25,000,000".

Page 14, between lines 10 and 11, begin a new line and insert:

"From the Lottery Administrative Trust Fund".

Page 14, line 13, after "fund" delete "." and insert ", in compliance with the provisions of **IC 4-30-16-3"**.

Page 14, line 17, delete "- COLLECTION AND ADMINISTRATION".

Page 14, between lines 17 and 18, begin a new line and insert:

"COLLECTION AND ADMINISTRATION".

Page 14, line 18, delete "33,161,040 33,161,040" and insert **"32,911,040 32,911,040"**.



Page 14, line 19, delete "16,174,537 16,174,537" and insert "**15,924,537 15,924,537**".

Page 14, line 41, delete "1,669,366 1,669,366" and insert "**1,669,367 1,669,367**".

Page 14, line 49, delete "4,968,939" and insert "**4,968,839**".

Page 15, line 35, delete "account of the state general".

Page 16, line 17, delete "5,178,000" and insert "**5,718,000**".

Page 17, line 23, delete "33,624,730" and insert "**32,624,730**".

Page 17, line 26, delete "4,191,801 4,191,800" and insert "**4,091,801 4,091,801**".

Page 17, line 28, delete "10,439,126 18,628,368" and insert "**10,339,126 18,528,368**".

Page 17, line 30, delete "826,698 826,698" and insert "**819,793 819,793**".

Page 17, line 31, delete "350,500 350,500" and insert "**347,573 347,573**".

Page 17, line 33, delete "4,569,969 4,569,969" and insert "**4,531,800 4,531,800**".

Page 17, line 34, delete "706,625 746,625" and insert "**700,389 740,389**".

Page 17, line 36, delete "1,607,005 1,607,005" and insert "**1,593,583 1,593,583**".

Page 17, line 37, delete "477,575 477,575" and insert "**473,586 473,586**".

Page 17, line 39, delete "6,288,403 6,288,403" and insert "**6,235,881 6,235,881**".

Page 17, line 40, delete "3,072,874 3,102,874" and insert "**3,046,958 3,076,958**".

Page 17, line 42, delete "1,786,754 1,786,754" and insert "**1,771,831 1,771,831**".

Page 17, line 43, delete "2,035,640 2,035,640" and insert "**2,018,638 2,018,638**".

Page 17, line 46, delete "16,484,000 13,484,000" and insert "**16,384,000 13,384,000**".

Page 17, line 48, delete "459,633 459,633" and insert "**455,794 455,794**".

Page 17, line 49, delete "39,500 39,500" and insert "**39,170 39,170**".

Page 18, line 8, delete "31,003,983 31,003,983" and insert "**30,745,033 30,745,033**".

Page 18, line 9, delete "8,788,157 8,788,157" and insert "**8,714,757 8,714,757**".

Page 18, line 11, delete "25,309,062 25,309,062" and insert "**25,097,677 25,097,677**".

Page 18, line 12, delete "7,565,591 7,565,591" and insert "**7,502,402 7,502,402**".

Page 18, line 14, delete "382,712 382,712" and insert "**379,516 379,516**".

Page 18, line 16, delete "24,471,995 24,471,995" and insert "**24,267,602 24,267,602**".

Page 18, line 17, delete "5,954,387 5,954,387" and insert "**5,904,655 5,904,655**".

Page 18, line 19, delete "18,395,994 18,395,994" and insert "**18,242,349 18,242,349**".

Page 18, line 20, delete "3,465,759 3,465,759" and insert "**3,436,812 3,436,812**".

Page 18, line 22, delete "10,315,739 10,315,739" and insert "**10,229,581 10,229,581**".

Page 18, line 23, delete "1,950,525 1,950,525" and insert "**1,934,234 1,934,234**".

Page 18, line 25, delete "24,945,572 24,945,572" and insert "**24,737,223 24,737,223**".

Page 18, line 26, delete "5,585,826 5,585,826" and insert "**5,539,172 5,539,172**".

Page 18, line 28, delete "12,433,899 12,433,899" and insert "**12,330,049 12,330,049**".

Page 18, line 29, delete "2,286,455 2,286,455" and insert "**2,267,358 2,267,358**".

Page 18, line 31, delete "8,436,290 8,436,290" and insert "**8,365,829 8,365,829**".

Page 18, line 32, delete "1,250,402 1,250,402" and insert "**1,239,958 1,239,958**".

Page 18, line 34, delete "3,380,954 11,677,780" and insert "**3,283,419 10,830,245**".

Page 18, line 35, delete "3,588,110 2,609,928" and insert "**3,566,311 2,388,129**".

Page 18, line 37, delete "2,219,219 2,219,219" and insert "**2,200,684 2,200,684**".

Page 18, line 38, delete "597,782 597,782" and insert "**592,789 592,789**".

Page 18, line 40, delete "1,887,487 1,887,487" and insert "**1,871,722 1,871,722**".

Page 18, line 41, delete "348,416 348,416" and insert "**345,506 345,506**".

Page 18, line 43, delete "15,040,869 15,040,869" and insert "**14,915,245 14,915,245**".

Page 18, line 44, delete "3,478,908 3,303,908" and insert "**3,451,313 3,276,313**".

Page 18, line 46, delete "38,247,475 38,247,475" and insert "**37,928,026 37,928,026**".



Page 18, line 47, delete "8,885,388 8,885,388" and insert "**8,811,176 8,811,176**".
 Page 18, line 49, delete "4,331,695 4,331,695" and insert "**4,295,516 4,295,516**".
 Page 19, line 1, delete "647,850 647,850" and insert "**642,439 642,439**".
 Page 19, line 3, delete "3,116,495 3,116,495" and insert "**3,090,466 3,090,466**".
 Page 19, line 4, delete "322,850 322,850" and insert "**320,154 320,154**".
 Page 19, line 6, delete "10,981,790 10,981,790" and insert "**10,890,068 10,890,068**".
 Page 19, line 7, delete "2,495,082 2,495,082" and insert "**2,474,243 2,474,243**".
 Page 19, line 9, delete "21,916,712 21,916,712" and insert "**21,733,660 21,733,660**".
 Page 19, line 10, delete "6,160,436 6,160,436" and insert "**6,108,983 6,108,983**".
 Page 19, line 12, delete "9,123,409 9,123,409" and insert "**9,047,209 9,047,209**".
 Page 19, line 13, delete "980,385 980,385" and insert "**972,197 972,197**".
 Page 19, line 15, delete "14,627,810 17,527,810" and insert "**14,481,415 16,681,415**".
 Page 19, line 16, delete "8,158,550 6,658,550" and insert "**8,102,937 6,452,937**".
 Page 19, line 18, delete "7,221,620" and insert "**6,621,620**".
 Page 19, line 19, delete "3,556,000" and insert "**3,056,000**".
 Page 19, line 21, delete "1,569,452 1,569,452" and insert "**1,556,344 1,556,344**".
 Page 19, line 22, delete "396,227 396,227" and insert "**392,918 392,918**".
 Page 19, line 24, delete "1,317,695 1,317,695" and insert "**1,306,689 1,306,689**".
 Page 19, line 25, delete "421,463 421,463" and insert "**417,943 417,943**".
 Page 19, line 27, delete "1,412,059 1,412,059" and insert "**1,400,265 1,400,265**".
 Page 19, line 28, delete "335,417 335,417" and insert "**332,616 332,616**".
 Page 19, line 30, delete "3,988,339 3,988,339" and insert "**3,955,028 3,955,028**".
 Page 19, line 31, delete "780,018 780,018" and insert "**773,503 773,503**".
 Page 19, line 33, delete "1,633,476 1,633,476" and insert "**1,619,833 1,619,833**".
 Page 19, line 34, delete "388,685 388,685" and insert "**385,439 385,439**".
 Page 19, line 36, delete "2,534,314 2,534,314" and insert "**2,513,147 2,513,147**".
 Page 19, line 37, delete "582,750 582,750" and insert "**577,883 577,883**".
 Page 19, line 39, delete "2,230,393 2,230,393" and insert "**2,211,764 2,211,764**".
 Page 19, line 40, delete "404,189 404,189" and insert "**400,813 400,813**".
 Page 19, line 42, delete "1,038,073 1,038,073" and insert "**1,029,403 1,029,403**".
 Page 19, line 43, delete "440,147 440,147" and insert "**436,471 436,471**".
 Page 19, line 45, delete "1,600,960 1,600,960" and insert "**1,587,589 1,587,589**".
 Page 19, line 46, delete "403,223 403,223" and insert "**399,855 399,855**".
 Page 19, line 48, delete "6,635,521 6,635,521" and insert "**6,580,100 6,580,100**".
 Page 19, line 49, delete "1,395,000 1,395,000" and insert "**1,383,349 1,383,349**".
 Page 20, line 3, delete "5,631,137 5,631,137" and insert "**5,584,104 5,584,104**".
 Page 20, line 49, delete "283,561 283,561" and insert "**358,561 358,561**".
 Page 21, line 26, delete "FUND".
 Page 21, line 28, delete "3,000,000 3,000,000" and insert "**6,838,000 6,250,000**".

Page 21, between lines 28 and 29, begin a new line and insert:

"Of the above appropriations for the Indiana safe schools program, \$5,500,000 is appropriated annually to provide grants to school corporations for school safe haven programs, emergency preparedness programs, and school safety programs, and \$750,000 is appropriated annually for use in providing training to school safety specialists. Additionally, \$2,000 is appropriated to each school corporation to be used for participation in a county school safety commission in fiscal year 1999-2000."

Page 21, line 33, delete "FUND (IC 5-12-13-4)".



Page 21, between lines 33 and 34, begin a new line and insert:
"General Fund".

Page 21, between lines 34 and 35, begin a new line and insert:
"Law Enforcement Assistance Fund (IC 5-2-13-4)

Total Operating Expense 2,500,000 2,500,000".

Page 21, line 35, after "allowed" delete "." and insert "from the Law Enforcement Assistance Fund."

Page 22, line 11, delete "CORONERS TRAINING BOARD", begin a new line and insert:
"FOR THE CORONERS TRAINING BOARD."

Page 22, between lines 16 and 17, begin a new line and insert:
"Project IMPACT

Total Operating Expense 200,000 200,000".

Page 22, line 32, delete "51,522,379 51,522,379" and insert "**50,522,379 50,522,379**".

Page 22, line 34, delete "51,522,379 51,522,379" and insert "**50,522,379 50,522,379**".

Page 22, line 43, delete "87,122,029 87,122,029" and insert "**85,802,029 85,802,029**".

Page 22, line 44, delete "20,795,640 20,795,640" and insert "**20,115,640 20,115,640**".

Page 26, line 49, delete "PATIENT'S" and insert "**PATIENTS**".

Page 27, line 1, delete "Patient's" and insert "**Patients**".

Page 29, line 11, delete "3,794,809 3,794,809" and insert "**3,714,809 3,714,809**".

Page 29, line 12, delete "1,529,921 1,529,921" and insert "**1,489,921 1,489,921**".

Page 29, delete lines 14 through 15.

Page 29, line 18, delete "132,558 132,558" and insert "**128,558 128,558**".

Page 29, line 19, delete "104,279 104,279" and insert "**102,279 102,279**".

Page 29, line 21, delete "578,373 578,373" and insert "**568,373 568,373**".

Page 29, line 22, delete "95,408 95,408" and insert "**90,408 90,408**".

Page 29, line 29, delete "1,292,244 1,292,244" and insert "**1,268,244 1,268,244**".

Page 29, line 30, delete "115,404 115,404" and insert "**107,404 107,404**".

Page 29, line 32, delete "1,826,930 2,165,472" and insert "**1,781,930 2,119,472**".

Page 29, line 33, delete "610,500 910,500" and insert "**600,500 887,500**".

Page 29, line 35, delete "1,897,541 1,897,541" and insert "**2,006,541 2,006,541**".

Page 29, line 36, delete "446,499 446,499" and insert "**428,499 428,499**".

Page 29, between lines 36 and 37, begin a new and insert:

"From the above appropriation, \$75,000 in each state fiscal year shall be used for the Grissom Museum."

Page 29, line 38, delete "613,145 613,145" and insert "**603,145 603,145**".

Page 29, line 39, delete "65,820 65,820" and insert "**60,820 60,820**".

Page 29, line 41, delete "800,655 800,655" and insert "**785,655 785,655**".

Page 29, line 42, delete "160,313 160,313" and insert "**153,313 153,313**".

Page 29, line 49, delete "678,942 678,942" and insert "**668,942 668,942**".

Page 30, line 1, delete "62,299 62,299" and insert "**55,299 55,299**".

Page 30, line 3, delete "4,363,677 4,365,099" and insert "**4,274,677 4,276,099**".

Page 30, line 4, delete "1,614,414 1,663,664" and insert "**1,567,414 1,616,664**".

Page 30, line 27, delete "500,000 500,000" and insert "**489,000 489,000**".

Page 30, line 37, delete "500,000 500,000" and insert "**1,068,912 1,069,270**".

Page 30, line 38, delete "839,248 839,248" and insert "**259,336 258,978**".

Page 30, line 42, delete "8,186,506 8,200,856" and insert "**8,001,506 8,015,856**".

Page 31, line 1, delete "13,930,701 13,986,828" and insert "**13,808,701 13,864,828**".



Page 31, line 2, delete "3,988,276 3,993,776" and insert "**3,925,276 3,930,776**".
Page 31, line 6, delete "9,700,000 9,700,000" and insert "**9,480,000 9,480,000**".
Page 31, line 14, delete "14,420,712 14,420,712" and insert "**14,275,712 14,275,712**".
Page 31, line 15, delete "4,426,065 4,357,165" and insert "**4,351,065 4,282,165**".
Page 31, line 31, delete "2,000,000 2,000,000" and insert "**1,954,000 1,954,000**".
Page 31, line 39, delete "140,000 140,000" and insert "**7,173,718 7,173,718**".
Page 31, line 40, delete "8,731,498 8,731,498" and insert "**1,651,780 1,651,780**".
Page 32, line 1, delete "3,000,000 3,000,000" and insert "**2,932,000 2,932,000**".
Page 32, line 9, delete "6,344,889 6,344,889" and insert "**6,299,889 6,299,889**".
Page 32, line 10, delete "1,888,298 1,888,298" and insert "**1,865,298 1,865,298**".

Page 32, delete lines 13 through 16, begin a new line and insert:

"From the General Fund

350,000 350,000

From the Natural Resources Reclamation Fund (IC 14-34-14-2)

4,504,040 4,504,040

Augmentation allowed from the Natural Resources Reclamation Fund.

The amounts specified from the General Fund and the Natural Resources Reclamation Fund are for the following purposes:

Personal Services 4,118,060 4,108,384

Other Operating Expense 735,980 745,656.

Page 32, line 27 delete "34,472" and insert "**33,692**".
Page 33, line 1, delete "4,209,590 4,209,590" and insert "**4,138,208 4,138,208**".
Page 33, line 5, delete "91,606 91,606" and insert "**126,004 126,004**".
Page 33, line 7, delete "1,284,660 1,284,660" and insert "**994,372 994,372**".
Page 33, line 9, delete "973,057 973,057" and insert "**951,636 951,636**".
Page 33, line 11, delete "618,889 618,889" and insert "**274,204 274,204**".
Page 33, line 13, delete "539,513 539,513" and insert "**619,935 619,935**".
Page 33, line 15, delete "87,934 87,934" and insert "**69,565 69,565**".
Page 33, line 17, delete "135,101 135,101" and insert "**63,668 63,668**".
Page 33, line 19, delete "2,196,864 2,196,864" and insert "**2,899,622 2,899,622**".
Page 38, line 3, delete "1,580,687 1,580,687" and insert "**3,164,840 3,164,840**".
Page 38, delete lines 6 through 7.
Page 38, line 9, delete "482,386 482,386" and insert "**386,561 386,561**".
Page 38, line 11, delete "365,380 365,380" and insert "**171,401 171,401**".
Page 38, line 13, delete "232,391 232,391" and insert "**56,739 56,739**".
Page 38, delete lines 14 through 15.
Page 38, line 17, delete "33,019 33,019" and insert "**26,955 26,955**".
Page 38, delete lines 18 through 21.
Page 38, line 22, delete "Waste".
Page 38, line 23, delete "Tire Management Fund".
Page 38, line 24, after "Special Fund" insert "**and**".
Page 38, line 25, delete "Hazardous Substances Response Trust Fund".
Page 38, line 25, delete ", Underground" and insert ".".
Page 38, line 30, delete "the Waste Tire Management Fund".
Page 38, line 31, after "Management Permit Operation Fund," insert "**the**".
Page 38, line 31, after "Environmental" insert "**Management**".
Page 38, line 31, delete "the Hazardous Substances".



Page 38, line 32, delete "Response Trust Fund,".
 Page 38, line 32, insert **"and"**.
 Page 38, line 32, delete "the Underground Petroleum Storage Tank".
 Page 38, line 33, delete "Trust Fund, and the Underground Petroleum Storage Tank Excess Liability Fund".

Page 38, delete lines 40 through 41, begin a new line and insert:
"Personal Services **387,148**
Other Operating Expenses **10,063,478"**.

Page 41, line 8, delete "198,533" and insert **"198,553"**.
 Page 42, line 16, delete "750,000" and insert **"4,750,000"**.

Page 42, between lines 16 and 17, begin a new line and insert:
"Of the above appropriation for the project guaranty fund, \$4,000,000 shall be used to create a debt service reserve fund for the purpose of allowing the authority to issue pooled bonds, either tax exempt or taxable, for the construction or renovation of licensed child care facilities under the authority's industrial development project section for the federal capital access program."

Page 42, line 20, delete "2,000,000" and insert **"7,800,000"**.
 Page 42, delete lines 21 through 24, begin a new line and insert:

"Of the above appropriation for the capital access program, \$5,800,000 shall be used for licensed child care facilities, no more than \$500,000 may be used for multi-bank community development corporation start-up grants, and the balance may be used as the state match requirement for the federal capital access program."

Page 42, between lines 25 and 26, begin a new line and insert:
"ENVIRONMENTAL REMEDIATION REVOLVING LOAN FUND SUBACCOUNT
Total Operating Expense **5,000,000"**.

Page 42, line 27, delete "400,000 400,000" and insert **"380,000 380,000"**.

Page 43, between lines 18 and 19, begin a new line and insert:
"Total Operating Expense 1,178,195 1,178,195".

Page 43, delete line 46.
 Page 49, line 33, delete "101,533 101,533" and insert **"111,533 111,533"**.
 Page 50, line 2, delete "986,869,478 1,071,694,729" and insert **"970,400,000 1,018,900,000"**.
 Page 50, line 28, delete "23,688,172 24,570,322" and insert **"17,000,000 25,290,000"**.
 Page 50, line 30, delete "2,632,019 2,730,036" and insert **"1,800,000 2,810,000"**.

Page 50, between lines 30 and 31, begin a new line and insert:
"The foregoing appropriation for CHIP Assistance and CHIP Administration are made from funds accruing to the state from the tobacco settlement."

Page 51, line 1, delete "81,693,491 81,693,491" and insert **"84,693,491 87,693,491"**.
 Page 51, line 21, delete "4,500,000 4,500,000" and insert **"5,500,000 5,500,000"**.
 Page 51, line 33, delete "104,666,146 103,998,487" and insert **"103,160,146 102,498,487"**.
 Page 51, line 40, delete "106,124,700 106,124,700" and insert **"105,124,700 105,124,700"**.
 Page 51, line 41, delete "21,568,532 21,332,295" and insert **"21,068,532 20,832,295"**.

Page 53, between lines 9 and 10, begin a new line and insert:
"COMMUNITY MOBILIZATION GRANTS
Total Operating Expense 2,500,000 2,500,000
EARLY CHILDHOOD DEVELOPMENT INSTITUTE
Total Operating Expense 500,000 500,000
CHILD DEVELOPMENT ASSOCIATE CREDENTIAL AND PROFESSIONAL



SCHOLARSHIP FUND

Total Operating Expense 500,000 500,000".

Page 53, line 20, delete "7,583,433 7,583,433" and insert "**6,583,433 6,583,433".**

Page 53, between lines 20 and 21, begin a new line and insert:

"YOUTH SERVICE BUREAU

Total Operating Expense 1,250,000 1,250,000".

Page 54, line 25, delete "37,623,785 37,623,785" and insert "**42,623,785 42,623,785".**

Page 55, line 19, delete "64,659,067 64,659,067" and insert "**69,659,067 74,659,067".**

Page 56, line 17, delete "58,482,707 58,482,707" and insert "**58,475,757 58,475,757".**

Page 56, line 21, delete "8,006,354 8,006,354" and insert "**7,999,404 7,999,404".**

Page 56, line 44, delete "8,497,573 8,935,576" and insert "**8,897,573 8,335,576".**

Page 57, line 26, delete "2,500,000 2,500,000" and insert "**3,500,000 3,500,000".**

Page 59, line 1, delete "90,000 90,000" and insert "**190,000 190,000".**

Page 59, between lines 1 and 2, begin a new line and insert:

"MATERNAL AND CHILD HEALTH SUPPLEMENT

Total Operating Expense 190,000 190,000".

Page 59, line 4, after "supplement" insert "**and maternal and child health supplement".**

Page 60, between lines 25 and 26, begin a new line and insert:

"FOR THE WOMEN'S HEALTH COMMISSION

Total Operating Expense 175,000 175,000".

Page 61, line 13 delete "259,301 267,080" and insert "**262,624 272,131".**

Page 61, line 15, delete "55,182 56,837" and insert "**131,457 133,936".**

Page 61, line 17, delete "172,453,453 176,744,614" and insert "**179,183,585 184,949,512".**

Page 61, line 21, delete "6,778,774 6,932,821" and insert "**6,990,056 7,199,363".**

Page 61, line 24, delete "9,263,695 9,537,066" and insert "**9,556,153 9,907,976".**

Page 61, line 27, delete "16,642,469 16,999,085" and insert "**17,153,409 17,628,386".**

Page 61, line 30, delete "19,259,282 19,814,336" and insert "**19,930,235 20,650,186".**

Page 61, between lines 30 and 31, begin a new line and insert:

"Equity Funding 0 176,151".

Page 61, line 33, delete "14,221,698 14,773,636" and insert "**14,787,520 15,469,654".**

Page 61, between lines 33 and 34, begin a new line and insert:

"Equity Funding 0 518,685".

Page 61, line 37, delete "79,867,494 82,222,760" and insert "**82,118,949 85,716,217".**

Page 61, line 42, delete "81,263,015 83,024,519" and insert "**83,509,432 86,043,294".**

Page 61, line 47, delete "1,372,153 1,401,897" and insert "**1,410,085 1,452,870".**

Page 61, line 49, delete "1,262,294 1,289,656" and insert "**1,297,188 1,336,548".**

Page 62, line 2, delete "1,793,261 1,832,133" and insert "**1,842,834 1,898,749".**

Page 62, line 4, delete "1,600,738 1,635,437" and insert "**1,644,989 1,694,901".**

Page 62, line 6, delete "1,439,323 1,470,523" and insert "**1,479,111 1,523,991".**

Page 62, line 8, delete "1,334,801 1,363,735" and insert "**1,371,700 1,413,320".**

Page 62, line 10, delete "1,591,372 1,625,867" and insert "**1,635,363 1,684,984".**

Page 62, line 18, delete "75,689,577 78,827,468" and insert "**78,223,974 81,858,343".**

Page 62, line 22, delete "183,866,038 189,645,109" and insert "**188,934,180 196,080,874".**

Page 62, line 33, delete "649,195 668,671" and insert "**656,716 680,956".**

Page 62, line 35, delete "2,500,208 2,575,214" and insert "**2,549,070 2,654,386".**

Page 62, line 37, delete "3,062,895 3,154,782" and insert "**3,102,203 3,220,638".**

Page 62, between lines 38 and 39, begin a new line and insert:



"Spinal Cord and Head Injury Research Center 500,000 500,000".
Page 62, line 40, delete "211,087,165 215,989,521" and insert "**219,508,331 226,591,017**".
Page 62, line 45, delete "23,674,475 24,231,424" and insert "**24,623,951 25,418,546**".
Page 62, between lines 45 and 46, begin a new line and insert:
"Equity Funding 0 635,758".
Page 62, line 48, delete "8,249,506 8,477,205" and insert "**8,561,635 8,889,391**".
Page 62, between lines 48 and 49, begin a new line and insert:
"Equity Funding 0 195,906".
Page 63, line 3, delete "36,666,465 37,459,585" and insert "**37,928,070 39,890,557**".
Page 63, line 7, delete "26,676,323 27,176,994" and insert "**27,781,281 28,713,429**".
Page 63, between lines 7, begin a new line block indented and insert:
"Equity Funding 0 243,187".
Page 63, line 16, delete "4,442,312 4,575,581" and insert "**5,507,322 5,687,614**".
Page 63, line 29, delete "7,229,484 7,446,368" and insert "**7,298,008 7,551,724**".
Page 63, line 31, delete "5,420,039 5,582,640" and insert "**5,506,127 5,901,529**".
Page 63, line 33, delete "103,178 106,273" and insert "**103,266 105,940**".
Page 63, line 35, delete "1,108,640 1,141,899" and insert "**1,122,200 1,164,358**".
Page 63, between lines 35 and 36, begin a new line block indented and insert:
"Center for Paralysis Research
Total Operating Expense 500,000 500,000".
Page 63, line 38, delete "73,310,364 74,961,579" and insert "**75,372,652 77,639,127**".
Page 63, line 42, delete "79,955 82,354" and insert "**81,195 84,335**".
Page 63, line 45, delete "26,773,755 27,683,842" and insert "**27,704,561 28,877,094**".
Page 63, between lines 45 and 46, begin a new line block indented and insert:
"Equity Funding 0 631,373".
Page 63, between lines 46 and 47, begin a new line and insert:
"HISTORIC NEW HARMONY
Total Operating Expense 0 400,000".
Page 63, line 49, delete "255,349 263,010" and insert "**257,692 265,643**".
Page 64, line 3, delete "111,421,761 114,294,660" and insert "**115,008,522 118,931,199**".
Page 64, line 7, delete "4,297,623 4,426,552" and insert "**4,345,504 4,499,382**".
Page 64, line 10, delete "27,596,391 28,901,026" and insert "**27,984,356 29,031,486**".
Page 64, between lines 10 and 11, begin a new line and insert:
"Tuition Freeze Funding 540,820 1,100,569".
Page 64, line 14, delete "84,106,171 88,487,578" and insert "**85,208,073 89,040,033**".
Page 64, between lines 14 and 15, begin a new line and insert:
"Tuition Freeze Funding 1,510,763 3,074,402".
Page 64, line 18, delete "7,139,247 7,254,469" and insert "**7,181,286 7,322,476**".
Page 66, line 7, delete "2,418,946" and insert "**2,418,743**".
Page 66, line 17, delete "1,493,730 1,538,542" and insert "**1,512,052 1,568,558**".
Page 66, line 23, delete "954,566 983,203" and insert "**931,284 931,284**".
Page 66, line 35, delete "824,250 824,250" and insert "**500,000 500,000**".
Page 66, line 44, delete "512,500 527,875" and insert "**518,168 537,016**".
Page 67, between lines 2 and 3, begin a new line and insert:
"QUALITY IMPROVEMENT
Total Operating
Expense 17,381,754 18,320,258



Allocations and transfers of the preceding appropriations for quality improvement shall be made to the respective institutions' operating accounts for one (1) time technology investments by the auditor of state with the approval of the budget agency, based on recommendations made by the commission for higher education."

Page 67, line 4, delete "761,499 784,651" and insert "**765,934 790,352**".

Page 67, line 12, delete "284,437 293,172" and insert "**287,335 297,735**".

Page 67, line 31, after "Augmentation" insert "**for 21st Century Scholar Awards**".

Page 68, line 19, delete "5,000,000" and insert "**2,000,000**".

Page 68, line 27, delete "400,898 401,675" and insert "**401,259 402,291**".

Page 68, line 29, delete "382,036 431,114" and insert "**382,036 431,102**".

Page 68, line 31, delete "805,488 808,653" and insert "**806,662 810,550**".

Page 68, line 33, delete "2,362,630 2,530,509" and insert "**2,392,520 2,580,919**".

Page 68, line 43, delete "1,254,593 1,254,593" and insert "**1,254,593 1,454,593**".

Page 68, between lines 43 and 44, begin a new line and insert:

"The foregoing appropriations for the superintendent's office include \$200,000 in fiscal year 2000-2001 for staff training to be directed by the superintendent of public instruction and approved by the Indiana state board of education.

STATE BOARD OF EDUCATION

Total Operating Expense 1,100,000 300,000

The foregoing appropriations for the state board of education are for the evaluation of all state education programs and policies and for the education roundtable created by IC 20-1-20.5. However, the foregoing appropriations may be allotted only with the approval of the governor, the superintendent of public instruction, and the budget agency."

Page 68, between lines 46 and 47, begin a new line and insert:

"Of the foregoing appropriations for Research and Development Programs, \$100,000 each year shall be used for the Indiana University Education Policy Center."

Page 68, line 48, delete "2,215,000 2,215,000" and insert "**2,715,000 2,715,000**".

Page 69, line 32, delete "60,000 60,000" and insert "**260,000 260,000**".

Page 70, line 39, before "EDUCATION", begin a new line block indented.

Page 71, line 31, delete "1,658,212,850 1,702,162,850" and insert "**1,754,353,046 1,869,803,046**".

Page 71, line 33, delete "1,271,687,150 1,315,637,150" and insert "**1,267,476,954 1,383,196,954**".

Page 72, line 35, delete "4,000,000" and insert "**6,000,000**".

Page 72, line 43, delete "13,500,000 13,500,000" and insert "**14,000,000 14,000,000**".

Page 73, line 20, delete "13,218,598 13,469,134" and insert "**16,500,000 16,800,000**".

Page 73, between lines 26 and 27, begin a new line and insert:

"READING ASSESSMENT AND REMEDIATION

Other Operating Expense "4,524,000 3,754,000"

Page 73, before line 27, insert:

"If the expected distributions are anticipated to exceed the total appropriation for the state fiscal year, the department of education shall reduce each school corporation's distribution proportionately."

Page 74, between lines 10 and 11, begin a new line and insert:

"ENGLISH AS A SECOND LANGUAGE

Other Operating Expense "700,000 700,000"

The above appropriations for English as a second language are for pupils who have a primary



General Repair and Rehab	32,650,747
PURDUE UNIVERSITY - TOTAL SYSTEM	
General Repair and Rehab	25,195,607
INDIANA STATE UNIVERSITY	
General Repair and Rehab	6,982,429
UNIVERSITY OF SOUTHERN INDIANA	
General Repair and Rehab	1,061,673
BALL STATE UNIVERSITY	
General Repair and Rehab	9,290,349
VINCENNES UNIVERSITY	
General Repair and Rehab	3,228,920
IVY TECH STATE COLLEGE	
General Repair and Rehab	2,979,214".
Page 90, delete lines 32 through 48.	
Page 91, delete lines 1 through 6.	
Page 91, line 31, delete "Upgrade Roadway".	
Page 91, line 32, delete "2,460,000" and insert " Repair and Rehabilitation	4,060,000".
Page 91, line 33, delete "Rail Loop and Interior Road".	
Page 91, line 34, delete "690,000" and insert " Repair and Rehabilitation	1,740,000".
Page 91, line 35, delete "Road and Rail Infrastructure".	
Page 91, line 36, delete "1,210,000" and insert " Repair and Rehabilitation	2,710,000".
Page 91, between lines 39 and 40, begin a new line and insert:	
"Public Safety Institute Search and Rescue Facility Renovation	300,000".
Page 93, between lines 3 and 4, begin a new line and insert:	
"Lanier Mansion	450,000".
Page 93, between lines 8 and 9, begin a new line and insert:	
"Prophetstown Development	1,000,000".
Page 93, line 12, delete "6,053,800" and insert "7,053,800".	
Page 93, between lines 16 and 17, begin a new line and insert:	
"Shakamak State Park Cabin	175,000".
Page 93, line 49, delete "Renovate".	
Page 94, between lines 1 and 2, begin a new line and insert:	
"FOR THE STATE BUDGET AGENCY	
Indiana University Columbus Campus Planning	750,000
PURDUE UNIVERSITY	
North Central Campus Technology Building	3,555,000
UNIVERSITY OF SOUTHERN INDIANA	
Science Education Building	12,600,000
VINCENNES UNIVERSITY	
Technology Building Phase I	6,000,000
Performing Arts Center (A&E)	868,000
IVY TECH STATE COLLEGE	
Richmond Classroom Building (A&E)	1,708,000
Evansville Building (A&E)	1,000,000
Terre Haute Building (A&E)	1,000,000
INDIANA UNIVERSITY	
Proton Therapy	10,000,000
IU Southeast University Center Library (A&E)	1,000,000



BALL STATE UNIVERSITY

Music Building (A&E) 1,500,000

IHETS

Equipment Reserve 450,000

The above sums appropriated to Indiana University, Purdue University, Indiana State University, University of Southern Indiana, Vincennes University, and Ivy Tech State College are in addition to all income of said institutions from all permanent fees and endowments, and from all land grants, fees, earnings, and receipts, including gifts, grants, bequests, and devises, and receipts from any miscellaneous sales from whatever source derived."

Page 94, delete line 47.

Page 94, line 48, delete "44,000,000" and insert "66,000,000".

Page 94, between lines 48 and 49, begin a new line and insert:

"Libraries (IC 4-34-3-3)	3,000,000	3,000,000
Intelenet (IC 4-34-3-4)	6,500,000	6,500,000
Department of education/technology grants (IC 4-34-3-5)	20,000,000	20,000,000
Department of education/scientific instrument project	1,250,000	1,250,000

For the scientific instrument project, the department of education shall develop a plan which must be approved by the budget agency after review by the budget committee.

Professional Development in Technology 2,500,000

IHETS for state backbone 2,000,000

DIGITAL TELEVISION CONVERSION FOR INDIANA

PUBLIC TELEVISION STATIONS 20,000,000

The above appropriation is for grants for digital conversion of public television. The Indiana Public Broadcasting Stations, Inc. shall submit a distribution plan for the education television stations that must be approved by the budget agency after review by the budget committee."

Page 94, line 49, after "GRANTS" insert "AND LOANS".

Page 94, line 49, delete "30,000,000" and insert "40,000,000".

Page 95, line 2, after "supplemental" insert "drinking water and".

Page 95, line 3, delete "IC 13-18-13-21." and insert "IC 13-18-21-21."

Page 95, between lines 4 and 5, begin a new line and insert:

"THE DEPARTMENT OF TRANSPORTATION

State airport improvement grant program 2,000,000

NICTD East Chicago Station 3,500,000

Monroe County Airport 50,000

TRANSPO Amtrak Station 1,500,000

THE DEPARTMENT OF NATURAL RESOURCES

Lake Shafer Enhancement 2,000,000

Lake George Dredging (Lake County) 500,000

Heritage Trust 5,000,000

Lake Michigan Marina Development Com. 500,000

Hometown Indiana 2,200,000

Of the above appropriations for Hometown Indiana, \$1,000,000 is for West Baden Springs and \$200,000 for the City of Vincennes old post office. Each Hometown Indiana project shall be reviewed by the budget committee.

FOR THE STATE BUDGET AGENCY LOCAL PROJECTS

Abington Twp. FD 5,000

Acuff Road Business Park 125,000



African American Achievers	25,000
African American Achievers Theater	150,000
African American Achievers Youth Corporation., Inc.	25,000
African Americans United, Inc.	50,000
Allen Co. Central City Trust Fund	50,000
Allen County/Ft. Wayne Historical Society	50,000
Allen County Local Education Fund	25,000
Anderson - Memorial Field renovation	25,000
Anderson - Meridian Street revitalization	100,000
Anderson Twp. VFD at St. Marks	25,000
Anderson - Wilson Boys and Girls Club	50,000
Argos Community Ambulance Service equipment	18,500
Argos VFD equipment	18,500
Austin - parks	30,000
Avilla - flood prevention	80,000
Beanblossom-Patricksburg Water Cor.-Spencerwater system	50,000
Beech Grove Fire Department	50,000
Beech Grove Senior Citizens Center	100,000
Benton Co. Fowler/Center Twp. VFD	62,500
Benton Co. Hickory Grove VFD	62,500
Benton Co. Otterbein Community Center	25,000
Benton Co. Richland Twp. VFD	42,850
Benton Co. Town of Oxford Park Board	12,000
Benton Twp. (Monroe Co.) FD	7,500
Bessie Owens Community Center - East Chicago	25,000
Beverly Shores Walking Path	50,000
Birdseye VFD	10,000
Black Expo Economic Development Corporation.	25,000
Bloomington Community Ice Rink	100,000
Bloomington Twp. FD equipment and construction	150,000
Boonville - codification system	15,000
Boonville Demolition/Paving project	5,000
Boonville FD project	20,000
Boonville - parking meter project	30,000
Bowling Green Old Settlers Reunion, Inc. -community center building	50,000
Bowman Park/School 79 playground	45,000
Brazil YMCA	30,000
Brazil YMCA - building and equipment	25,000
Bread of Life Ministry	10,000
Bread of Life Ministry	10,000
Bread of Life Ministry - freezer	9,000
Bridgeton VFD equipment	10,000
Brother's Keeper	25,000
Brothers Keepers	100,000
Brothers Keepers Inc.	200,000
Brownstown VFD	25,000



Bryant Community Center	35,000
Butler Tarkington Neighborhood Assn.	50,000
Byrd Gibson Sports Complex	15,000
Cambridge City FD	5,000
Cambridge City infrastructure	100,000
Cardinal Ritter HS Computer networking project	15,000
Celestine VFD	10,000
Center for the Homeless	50,000
Center Twp. FD - smoke hood and defibrillator	30,000
Centerville FD	5,000
Centerville infrastructure	100,000
Centerville Sr. Center - building improvements	25,000
Central City Housing Trust Fund - Fort Wayne	100,000
Central Perry VFD	10,000
Chrisney - Paving Project	15,000
City of Charlestown Fire Department	25,000
City of Charlestown Street Equipment	50,000
City of Hammond - Martin Luther King Park	20,000
City of Hammond - Safety Village	40,000
City of Hammond - Soccer Fields	75,000
City of Scottsburg Fire Department	50,000
City of Scottsburg Youth and Family Services Project	50,000
City of Seymour Fire Department	50,000
City of Seymour Refuse Transfer Station	50,000
Civil Rights Hall of Fame	25,000
Clark Co. - Roke Road Project	150,000
Clark Co. - Wood Twp. VFD	50,000
Clay Co., Lewis Twp. - fire truck	50,000
Clay Co., Town of Clay City - water system renovation	25,000
Clay Co., Town of Centerpoint - infrastructure	25,000
Clay Co., Town of Clay City - fire-police building	25,000
Clay Township Trustee for maintenance of township park	70,000
Clinton City FD equipment	20,000
Clinton - Crown Hill Sewer Extension	90,000
Colfax Campus/SB Heritage Found.	50,000
Colfax Campus/South Bend Heritage Foundation	50,000
College Branch Library	50,000
Columbia Park Zoo	10,000
Community Action of Greater Indpls.	50,000
Coolspring Twp. VFD - engine/equipment	100,000
Covington - sewer and storm drains	80,000
Crawford Co. Auditor - building	40,000
Crooked Creek Multi Service Center	100,000
Crossroad - Ft. Wayne Children's Home	50,000
Crown Point FD - ambulance and equipment	100,250
Curry Twp. FD (Sullivan Co.) - equipment/repairs	25,000



Dale - Community Center Project	35,000
Dalman Road Project (Allen Co.)	50,000
Dalman Road Project - Allen Co.	200,000
Dana sewer	20,000
Daviess Co. Fairgrounds - improvements	15,000
Daviess County Museum - restrooms	10,000
Delaware Co. Albany FD	45,000
Devington CDC	500,000
Dick Johnson Twp. VFD	25,000
Dubois Co. Museum, Inc. - building	50,000
Eagle Creek Little League relocation	70,000
East Chicago - EMS Ambulance	100,000
East Chicago - Little League (Parks) improvement	100,000
East Chicago Parks and Recreation Department	50,000
East Chicago Childrens Museum	1,000,000
Eastbrook Elementary Computer Lab	15,000
Eastern Greene County VFD	34,000
Eastside Community Investments, Inc.	200,000
Elberfeld VFD - turnout gear	20,000
Elkhart Chapter of the Indiana Black Expo -computers, equipment	20,000
Elkhart Chapter of the Indiana Black Expo - van	10,000
Elkhart Co. Baugo Twp. VFD - safety equipment	15,000
Elkhart - Ullery Homeownership district infrastructure	100,000
Elm Heights School - playground and ramp for disabled persons	59,500
English VFD	10,000
Enrichment Center - Children's Museum	25,000
Evansville Coalition for the Homeless - copier	5,000
Evansville-Vanderburgh School Corp. - Bosse Field Sound System	24,000
Fairbanks Twp. (Sullivan Co.) - rescue vehicle	25,000
Fairview VFD equipment	20,000
Family Services of Elkhart Co. - women's shelter	50,000
Ferdinand - Park Project	35,000
Fillmore VFD	11,000
Finley Twp. VFD	10,000
Flanner House	100,000
Floyd Co. - Georgetown Twp. VFD	30,000
Floyd Co. - Greenville Twp. VFD	100,000
Folsomville Owen Twp. VFD	20,000
Food Finders Food Bank - warehouse facility construction	20,000
Fort Wayne Art Museum	50,000
Fort Wayne - street resurfacing	100,000
Fort Wayne Urban Enterprise Zones	50,000
Fountain Co. 4-H ground improvements	20,000



Fountain Co. Clerk - computer systems/upgrade	5,000
Fountain Co. War Museum - Veedersburg	10,000
Fountainet VFD	25,000
Franklin County Roads	500,000
Franklin Twp. VFD	10,000
Friends of the Archives - State House Guidebook Printing	75,000
Ft. Wayne Neighborhood Housing Partnership	90,000
Ft. Wayne Sexual Assault Treatment Center	25,000
Gary Delinquent Tax Acquisition Fund	100,000
Gary YWCA	100,000
Gentryville - Lake Project	8,000
Gentryville - Town Hall Project	7,000
Gentryville VFD	5,000
German Township Trustee for maintenance of township park	65,000
Gibson Co. Ambulance Service - upgrade fleet & equipment	30,000
Gibson Co. Fairboard - fairgrounds pavilion	250,000
Gibson Co. Sheriff Department - video/audio systems	10,000
Gibson Twp-Little York FD	10,000
Grassy Fork Twp. VFD	25,000
Greater Lafayette Purdue University Airport - hangar space expansion	15,000
Greenbriar Elementary - outdoor learning	25,000
Greencastle City Hall	84,000
Greene Co. Center Twp. - fire station/EMT building	80,000
Greene Co. Lyons - city park	10,000
Greene Co. Switz City - sidewalks	10,000
Greene Co. Taylor Twp. - cemetery paving	8,000
Greene County Emergency Management	10,000
Greene County Firefighters Assn.	5,000
Greene County Highland Twp. VFD	46,000
Griffith - intersection of Colfax Ave and Main St. project	150,000
Hamlet - Davis FD	50,000
Hammond - Challenger Space Learning Ctr - bldg. construction	110,000
Hammond - Martin Luther King Park - bandshell	20,000
Hammond - Ophelia Steen Community Center - building	40,000
Hammond - Woodland Child Development Center - building	15,000
Hammond YMCA - building repairs	25,000
Hanover - park improvements	40,000
Harcourt Elementary - outdoor learning	25,000
Harmony Wastewater	50,000
Harris Twp. Trustee for purchase of land and development of park	250,000



Harrison Co. - Corydon VFD	20,000
Harrison Co. - Franklin Twp. VFD	100,000
Harrison Co. - Ramsey VFD	50,000
Haubstadt VFD - turnout gear	10,000
Haubstadt Wastewater Project	35,000
Haven Hollow Park pave parking lot	43,000
Haven House, Inc.	108,400
Haysville - Harbison Twp. VFD - building	10,000
Health Net	25,000
Health Net Foundation	50,000
Health Net Foundation	50,000
Heritage Hall Community Center - East Chicago	25,000
Highland - downtown redevelopment	100,000
Highland FD - Hurst tool set	37,000
Highland FD - radio equipment	40,000
Highland Girls' Youth Basketball, Inc.	1,000
Highland Police Dept. - storage facility	40,000
Hillsdale VFD equipment	10,000
Holland - Cass Twp. Fire Department	10,000
Hoosier Boys Town	25,000
Howard Co., Taylor Twp., park water fountains	1,500
Howard Co., Taylor Twp., ball diamond	4,000
Howard Co., Taylor Twp., fire station repairs	38,000
Huntingburg Parks Dept. - Trails program	50,000
Imagination Station - renovation, expansion	24,000
Indian Heights Elem. School sign	4,000
Indian Heights Elem. School outdoor lab	30,000
Indiana Black Expo EDC	25,000
Indiana Black Expo, Inc.	340,000
Indianapolis Parks Department	50,000
Indianapolis Public Schools	75,000
Ingalls - Fire Department improvements	85,000
Intersection Improvements and Signalization - Clarksville	235,000
IPFW - sports infrastructure	50,000
Jackson Co. Reddington VFD	12,500
Jackson Twp. VFD	25,000
Jackson Twp. VFD	10,000
Jackson/Washington Twp. VFD	25,000
Jasper VFD	10,000
Jasper - walking paths along the Patoka River	50,000
Jay Co. Historical Society building repair	40,000
Jay County Fair	100,000
Jay County Fire Departments - radios and pagers	75,000
Jefferson Co. 4-H Fair Board	20,000
Jefferson Co. Canaan VFD	12,500
Jefferson Co. Clifty Fire Co. #6	2,000
Jefferson Co. Deputy VFD	12,500



Jefferson Co. Dupont VFD	12,500
Jefferson Co. Fairplay Fire Co. #1	2,000
Jefferson Co. Hanover VFD	12,500
Jefferson Co. Heritage Trails	40,000
Jefferson Co. Kent VFD	12,500
Jefferson Co. Madison - Pearl Park	25,000
Jefferson Co. Madison VFD	12,500
Jefferson Co. Milton VFD	12,500
Jefferson Co. North Madison Fire Co. #5	2,000
Jefferson Co. road improvements	19,000
Jefferson Co. Ryker's Ridge VFD	12,500
Jefferson Co. Walnut Street Fire Co. #4	2,000
Jefferson Co. Washington Fire Co. #2	2,000
Jefferson Co. Western Fire Co. #3	2,000
Jeffersonville - Charleston Road overpass	100,000
Jeffersonville - Spring Hill Community Building	135,000
Jennings Co. 4-H Fair Board	20,000
Jennings Co. Campbell VFD	12,500
Jennings Co. Center VFD	12,500
Jennings Co. Geneva VFD	12,500
Jennings Co. Lovett VFD	12,500
Jennings Co. Montgomery VFD	12,500
Jennings Co. Park Theatre Project	45,000
Jennings Co. Spencer VFD	12,500
Jennings Co. Vernon downtown revitalization	10,000
Jennings Co. Vernon VFD	12,500
Jennings County - road improvements	19,000
Jennings Twp. VFD	10,000
Johanning Civic Center	108,500
Johnson Twp. FD	75,000
Johnson Twp. VFD	25,000
Jonathan Jennings-School 109 technology	15,000
Kingman VFD equipment	10,000
Knox Co. Fairgrounds - improvements	50,000
Knox Co. Johnson Twp. VFD - truck	100,000
Knox Co. Monument Fund - Civil War Monument restoration	10,000
Knox Co. ARC - Civitan Center	100,000
Kokomo FD - breathing masks	50,000
Kokomo, West Side Bambino League parkinglot & lights	14,000
Ladoga Normal College Building	50,000
Ladoga Wastewater	50,000
Lafayette FD - equipment	7,000
Lafayette Square Area beautification	150,000
LaGrange Co. Sewer District	250,000
LaGrange - waterworks project	50,000
Lake County Fairgrounds	100,250



Lake Dale FD - equipment	33,000
Lake Station Civic Center	100,000
Lakes of Four Seasons FD - truck and EMS equipment	100,250
Lapel - Local water project	115,000
LaPorte Co. Harmony House Inc. building improvements	15,000
LaPorte Co. Parks Dept. - Creek Ridge Co. Park Handicap Access Trail	20,000
Lawrence Co. Indian Creek Twp. - fire station	40,000
Lawrence Co. Marion Twp. - fire department	10,000
Lawrence Co. Perry Twp. VFA	134,000
Lawrence Co. Shawswick Twp. - East Oolitic community building	45,000
Lawrence Co. Spice Valley Twp. - Williams Fire Department	10,000
Lawrence Co. Spice Valley Twp. - Huron Fire Department	10,000
Leadership Perry Co. Playground Project	15,000
Leavenworth VFD	10,000
Lexington Twp. VFD	25,000
Life Spring	100,000
Long Center for the Performing Arts	150,000
Lowell Fire Department	100,250
Madison - Millennium Project	50,000
Madison Twp. VFD (Odon) - fire truck	50,000
Mansfield Mill	50,000
Mapleton Fall Creek CDC	100,000
Marengo-Liberty Twp. VFD	10,000
Mariah Hill Park	5,000
Marion Twp. fire equip and twp. park	25,000
Marshall Co. Humane Society equipment	30,000
Marshall Co. Sheriff Dept. computers and equipment	70,000
Martin Co. Lost River Twp. - truck	75,000
Martin Luther King Jr. Community Center -East Chicago	25,000
Martin Luther King, Jr. CDC	25,000
Martindale Brightwood CDC	60,000
Maumee Valley River Basin Committee	50,000
MCD - Community Utility Rehab.	500,000
Mecca VFD equipment	10,000
Michigan City - North Central Community Action Agencies - neighborhood center	20,000
Michigan City - beautification of Michigan Blvd/US 35	250,000
Michigan City Police Dept. - Community Policing Program	20,000
Middleway House Transitional Housing	100,000
Millenium Project-Wildcat Creek Greenway	250,000
Milltown VFD	10,000



Milton infrastructure	50,000
Mishawaka - sidewalks, curbs, sewers, intersection improvements	100,000
Monroe Co. "Blue Jeans" Center - community center	30,000
Monroe Co. Convention & Visitors Bureau beautification project	15,000
Monroe Co. Courthouse structural repair	50,000
Monroe Co. Ellettsville - Recreational Family Park	37,000
Monroe Co. Humane Association	25,000
Monroe County Emergency Management	60,000
Monroe County Fair Board	54,000
Monroe County Firefighters Assn.	40,000
Monroe County Indian Creek Firefighters Assn.	80,000
Morris Civic Center	200,000
Mt. Pleasant UMC (Vigo Co.)- water line extension	20,000
Muncie Community Schools - modular classroom	20,000
Muncie - Downtown redevelopment	250,000
Muncie Public Library - land	100,000
National Civil Rights Museum and Hall of Fame Inc.	100,000
New Albany Twp. VFD (Floyd Co.)	100,000
New Chicago - Road Grates	50,000
New Goshen VFD	30,000
New Goshen VFD equipment	10,000
New Washington VFD	25,000
Newport - old jail restoration	10,000
Newport - VC library	20,000
Newport VFD equipment	10,000
Newton Co. American Legion Post #364	2,150
Newton Co. Beaver Twp. Fire Station/Community Center	27,500
Newton Co. Emergency Mgt. Agy.	30,000
Newton Co. Goodland-Grant Twp. Library	40,000
Newton Co. Mount Ayr Town Hall and Community Center	40,000
Newton Co. Sumava Resorts Park	8,000
Northern Indiana Arts Assn - computer equipment	34,000
Northern Indiana Arts Assn - facade improvements	4,600
Northwest Family Services - Ophelia Steen Center	50,000
NWHS Kindergarten/Daycare - playground	45,000
Oakland City - Emer. street repairs from storm damage	50,000
Oasis of Hope Shelter for Battered Women	50,000
Orange Co. - Community Building	116,000
Orange Co. - Emergency System	56,000
Orange Co. Northeast Twp. - Community Center	5,000
Orange Co. Orangeville Twp. - Community Center	5,000
Orange Co. Southeast Twp. - Fire Department	10,000
Oregon Twp.-Koontz Lake FD firetruck	50,000
Osceola - dry well installations	50,000



Osceola - road repairs	15,000
Osceola VFD - safety equipment	15,000
Otwell - Jefferson Twp. Park improvements	20,000
Owen Co., Clay Twp. - fire pumper truck	50,000
Owen Co., Town of Gosport - water system renovation	25,000
Owen Co., Town of Gosport - fire truck	50,000
Owen Co., Washington Twp. fire station	15,000
Parke Co. 4-H Fairgrounds	15,000
Parke Co. 4-H ground improvements	10,000
Parke Co. Clerk - computer systems/upgrade	5,000
Parke Co. JUGA VFD	25,000
Parker City Community Park	35,000
Pathway Homeless Shelter	50,000
Patoka Twp. VFD - North District building expansion	25,000
Pendleton - Falls Park Sports Complex project	125,000
Pennsylvania Community Center - East Chicago	25,000
Perry County Airport Authority	100,000
Perry Twp. (Monroe Co.) FD	25,000
Perrysville VFD equipment	10,000
Phillips Temple/ICEE	50,000
Pierce-Polk Twp. VFD	10,000
Pike High School soccer facilities	45,000
Plymouth Jr. League Baseball - concession,restrooms, booth, equip	68,000
Plymouth Public Library	50,000
Portage Detective Bureau Cameras	8,567
Portage Exchange Club Freedom Shrine Memorial	10,158
Portage, Olson Park surveillance camera	4,595
Portage Park Dept. repairs and improvements	30,270
Portage radio room/cell block cameras	7,824
Portage street lights	2,400
Portage Twp. Community Health Care Clinic	18,186
Portage Twp. VFD - equipment	50,000
Posey Co. Mars Twp. VFD - truck	30,000
Posey Co. Mt. Vernon - Senior Citizen's Center expansion	90,000
Posey Co. New Harmony - capital	150,000
Posey Co. Poseyville - renovation Community/Senior Citizen's Center	35,000
Posey Co. Smith Twp. VFD - equipment	10,000
Posey Twp. VF Co., Inc.	10,000
Project Renew (Ft. Wayne)	50,000
Providence Home	250,000
Putnam County EMS	20,000
R. Ross CDC	50,000
Randolph Co. 4-H pavilion & HVAC for Husted Hall	100,000
Randolph Co. Farmland VFD, Inc.	50,000
Reo-French Island Water Project	20,000



Richmond FD	5,000
Richmond infrastructure	200,000
Riverside Park Ball Field Improvements	50,000
Roachdale water wells project	25,000
Roberto Clemente Community Center - East Chicago	25,000
Robertson Village Replatting & Parks	50,000
Rockport - Lincoln Pioneer Village Project	15,000
Rockport - Park Project	15,000
Rocky Ripple Town Board	25,000
Roke Road Project (Clark Co.)	150,000
Rome VFD	10,000
Rosedale water tower	20,000
Sandcut - Otter Creek VFD Sandcut Station	80,000
Santa Claus - Park Project	20,000
Scenic Gateway Project	15,000
Schererville - Fire Station construction/addition	120,000
Schererville - Hoosier Boys Town - building construction	25,000
Schererville - Joliet Street improvements	30,000
Schererville - Lake County Surveyor - Hartsdale Pond Flood Control	125,000
Schnellville VFD	10,000
Science Lab relocation - Indianapolis	15,000
Shelby FD - equipment	33,000
Shepherdsville VFD equipment	10,000
Skelton Twp. VFD project	5,000
Sneider FD - equipment	33,000
South Haven VFD fire engine	250,000
South Milford VFD	45,000
Southeast Neighborhood Development	300,000
Southwest Indiana Law Enforcement Training Council	10,000
Sports & Hobby Develop. Group of Muncie - SportsPlex	90,000
Spurgeon - street improvements	30,000
St. Anthony VFD	10,000
St. Bernice VFD equipment	10,000
St. Joseph Co. Center Twp. VFD - equipment	100,000
St. Joseph Co. general fund for capital improvements	100,000
St. Joseph Co. Penn Twp. South VFD - safety equipment	10,000
St. Joseph Co. Penn Twp. North VFD - safetyequipment	15,000
St. Joseph Co. Portage Twp. VFD - equipment	50,000
St. Joseph Co. road/drainage projects	300,000
St. Joseph Co. South Gilmer Park	400,000
St. Mary-of-the-Woods Day Care/Pre School	25,000
St. Mary-of-the-Woods Village Trustee - sidewalk construction	15,000
Star Point Program of the Children's Museum	25,000
Starke Co. Sheriff Dept. computers and equipment	50,000
State Line VFD equipment	10,000



Steele Twp. VFD (Plainville)	25,000
Stendal - Lockhart Twp VFD - truck	110,000
Studebaker Museum	200,000
Sullivan Co. YMCA (Sullivan) - land acquisition/chartering	30,000
Tell City - Hoosier RR Project	100,000
Tell City - Port Project	25,000
Terre Haute - Byrd Gibson Recreation Center	150,000
Terre Haute City Hall exterior restoration and rehab project	50,000
Terre Haute Family YMCA	42,000
Terre Haute - McMillan Adult Day Care Center	28,000
Terre Haute Miss Softball America - indoor softball complex	15,000
Terre Haute - Ryves Hall Youth Center	100,000
Terre Haute - Woodlawn Cemetery - fence	50,000
The Learning Disability Center	10,000
The Museums at Prophetstown - infrastructure	100,000
The Respect Academy - Computer Lab	50,000
Tippecanoe Co. Historical Society	7,000
Town of Argos	70,000
Town of Dugger - fire station project	50,000
Town of Fulda	5,000
Town of Grandview Project	5,000
Town of Hamlet - well head protection system	25,000
Town of Porter - Baseball Field Reconstruction at Hawthorn Park	75,000
Town of Porter - Hike/Bike Trail Connection	50,000
Town of Sandborn - Community Center	100,000
Turkey Run High School tennis courts	20,000
Turman Township Advisory Board (Graysville) - firehouse	50,000
Unified Dispatch Signal Enhancement	50,000
Union Twp./Ft. Branch VFD - truck	100,000
United Northeast CDC	50,000
United Way of Delaware Co., Inc. - directories	40,000
UNWA CDC	35,000
UNWA Senior Citizens Assisted Living	50,000
Utica - drainage and sidewalk improvements	30,000
Vanderburgh Co. ARC - improvements	250,000
Vanderburgh Co. Armstrong Twp. Recreation Center fire hydrant	4,000
Vanderburgh Co. Armstrong Twp. Recreation Center - improvements	46,000
Vanderburgh Co. CAP of Evansville	60,000
Vanderburgh Co. Emporia Project	400,000
Vanderburgh Co. Fair Assn. drainage	72,000
Vanderburgh Co. German Twp. VFD - remodeling	63,000



Vanderburgh Co. Knight Twp. VFD - defibrillators	3,000
Vanderburgh Co. Old Courthouse Preservation Society - improvements	60,000
Vanderburgh Co. Perry Twp. VFD - equipment	10,000
Vanderburgh Co. Private Industry Council of Southwestern IN	50,000
Vanderburgh Co. Rivers Bend Playhouse -renovation	50,000
Vanderburgh Co. St. Vincent's Day Care Center	25,000
Vanderburgh Co. Tri-State Food Bank - racking for warehouses	25,000
Vanderburgh Co. United Caring Shelters - renovations	75,000
Veedersburg - civic center repair, HUB	20,000
Vermillion Co. Clerk - equipment upgrade	5,000
Vernon Twp. VFD	25,000
Vienna Twp. VFD	25,000
Vigo Co., Pierson Twp. - community center restoration	25,000
Vigo Co., Pimento School, Inc. - community center restoration	20,000
Vigo Co., Riley Twp. Fire District - land acquisition	10,000
Vigo Co., Town of Riley - community center renovation	20,000
Vigo Twp. Public Library (Bicknell)	25,000
Wabash River Parkway Commission	10,000
Warren Co. 4-H ground improvements	10,000
Warren Co. 4-H Fair	10,000
Warren Co. Clerk - computer systems/upgrade	5,000
Warren Township Trustee for maintenance of township park	65,000
Washington Co. Campbellsburg - sidewalks	10,000
Washington Co. Landfill - lift station	25,000
Washington - sidewalk, curb and street repairs	75,000
Washington Twp. FD	5,000
Washington Twp. FD (Knox Co.) - equipment/repairs	15,000
Wayfinder Tourism Project	15,000
WEA Twp. Community FD - equipment	7,000
West Boggs Park - Daviess-Martin Park Dist. - improvements	50,000
West Lafayette - redevelopment of Sears and Roebuck Site	150,000
Westville - water project	45,000
White Co. Brookston Heart to Heart Park	20,000
White Co. Monon VFD	62,500
White Co. Town of Reynolds Park Board	15,000
White Co. Wolcott Park Community Building	40,000
White River State Park - Washington Street Bridge	100,000
Whiting - Parks/Street Department	75,000



Why, Inc.	25,000
Widner Twp. (Knox Co., Freelandville) fire department	100,000
Williamsport VFD equipment	10,000
Winchester FD Rescue	20,000
Winslow Community Center - improvements	25,000
Winslow - Patoka VFD - equipment	25,000
YMCA - Hammond - repairs	40,000
YWCA building construction	100,000
YWCA - renovations	25,000
Youth Science Lab	60,000
Zion Missionary Baptist Church, Inc. Development Fund	25,000
TOTAL LOCAL PROJECTS	28,633,000".

Page 95, between lines 27 and 28, begin a new paragraph and insert:

"(c) **The general assembly finds that the state needs the construction, equipping, renovation, refurbishing or alteration of one (1) additional mental health facility.**

(d) **The general assembly finds that the state will have a continuing need for use and occupancy of the mental health facility described in subsection (c). The general assembly authorizes the state office building commission to provide the mental health facility described in subsection (c) under IC 4-13.5-1 and IC 4-13.5-4.**

SECTION 39. [EFFECTIVE UPON PASSAGE] (a) **The Trustees of Purdue University may issue and sell bonds under IC 20-12-6, subject to the approvals required by IC 20-12-5.5, for the purpose of constructing, remodeling, renovating, furnishing, and equipping the Purdue Memorial Union project at the West Lafayette campus. However, the Trustees of Purdue University may not issue and sell bonds under IC 20-12-6 if the cost of the Purdue Memorial Union project exceeds nine million five hundred thousand dollars (\$9,500,000).**

(b) **Bonding authority granted by this SECTION is not eligible for fee replacement appropriations.**

(c) **The construction and operation by Purdue University of the following facilities is authorized and approved:**

(1) **Fort Wayne campus parking garage number one (1) - \$4,870,000.**

(2) **Fort Wayne campus parking garage number two (2) - \$7,200,000.**

The projects approved under this subsection are financed through lease-purchase arrangements. No bonding authority is approved and the projects are not eligible for fee replacement.

SECTION 40. IC 4-33-4-3 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 3. (a) The commission shall do the following:

(1) Adopt rules that the commission determines necessary to protect or enhance the following:

(A) The credibility and integrity of gambling operations authorized by this article.

(B) The regulatory process provided in this article.

(C) The natural environment and scenic beauty of Patoka Lake.

(2) Conduct all hearings concerning civil violations of this article.

(3) Provide for the establishment and collection of license fees and taxes imposed under this article.

(4) Deposit the license fees and taxes in the state gaming **account fund** established by IC 4-33-13.

(5) Levy and collect penalties for noncriminal violations of this article.

(6) Deposit the penalties in the state gaming **account fund** established by IC 4-33-13.

(7) Be present through the commission's inspectors and agents during the time gambling



operations are conducted on a riverboat to do the following:

- (A) Certify the revenue received by a riverboat.
- (B) Receive complaints from the public.
- (C) Conduct other investigations into the conduct of the gambling games and the maintenance of the equipment that the commission considers necessary and proper.
- (D) With respect to riverboats that operate on Patoka Lake, ensure compliance with the following:
 - (i) IC 14-26-2-6.
 - (ii) IC 14-26-2-7.
 - (iii) IC 14-28-1.

(8) Adopt emergency rules under IC 4-22-2-37.1 if the commission determines that:

- (A) the need for a rule is so immediate and substantial that rulemaking procedures under IC 4-22-2-13 through IC 4-22-2-36 are inadequate to address the need; and
- (B) an emergency rule is likely to address the need.

(b) The commission shall begin rulemaking procedures under IC 4-22-2-13 through IC 4-22-2-36 to adopt an emergency rule adopted under subsection (a)(8) not later than thirty (30) days after the adoption of the emergency rule under subsection (a)(8).

SECTION 41. IC 4-33-13-2 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 2. The state gaming ~~account fund~~ is established. ~~in the state general fund.~~ **Money in the fund does not revert at the end of the state fiscal year.**

SECTION 42. IC 4-33-13-3 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 3. The department shall deposit tax revenue collected under this chapter in the state gaming ~~account~~: **fund.**

SECTION 43. IC 4-33-13-4 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 4. Sufficient funds are annually appropriated to the commission from the state gaming ~~account fund~~ to administer this article.

SECTION 44. IC 4-33-13-5 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 5. After funds are appropriated under section 4 of this chapter, each month the treasurer of state shall distribute the tax revenue deposited in the state gaming ~~account fund~~ under this chapter to the following:

- (1) Twenty-five percent (25%) of the tax revenue remitted by each licensed owner shall be paid:
 - (A) to the city that is designated as the home dock of the riverboat from which the tax revenue was collected, in the case of a city described in IC 4-33-12-6(b)(1)(A);
 - (B) in equal shares to the counties described in IC 4-33-1-1(3), in the case of a riverboat whose home dock is on Patoka Lake; or
 - (C) to the county that is designated as the home dock of the riverboat from which the tax revenue was collected, in the case of a riverboat whose home dock is not in a city described in clause (A) or a county described in clause (B); and
- (2) Seventy-five percent (75%) of the tax revenue remitted by each licensed owner shall be paid to the build Indiana fund lottery and gaming surplus account."

Page 96, delete lines 35 through 49.

Delete pages 97 through 98.

Page 99, delete lines 1 through 7, begin a new paragraph and insert:

"SECTION 43. IC 13-18-21-21 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 21. The supplemental drinking water **and wastewater** assistance program is established.

SECTION 45. IC 13-18-21-22 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 22. (a) The supplemental drinking water **and wastewater** assistance fund is established



to provide money for grants, loans, and other financial assistance ~~to or for the benefit of: political subdivisions or public water systems that serve economically disadvantaged municipalities~~

- (1) participants for the purposes described in section 23(1) of this chapter; and**
- (2) political subdivisions for the purposes described in section 23(2) of this chapter.**

(b) The general assembly may appropriate money to the supplemental fund. Grants or gifts of money to the supplemental fund and proceeds of the sale of:

- (1) gifts to the supplemental fund; and
- (2) loans and other financial assistance, as provided in sections 25 through 29 of this chapter;

shall be deposited in the supplemental fund.

(c) Repayments of loans and other financial assistance from the supplemental fund, including interest, premiums, and penalties, shall be deposited in the supplemental fund.

(d) The treasurer of state shall invest the money in the supplemental fund that is:

- (1) not currently needed to meet the obligations of the supplemental fund; and
- (2) not invested under subsection (e);

in the same manner as other public money may be invested. Earnings that accrue from the investments shall be deposited in the supplemental fund.

(e) As an alternative to the investment provided for in subsection (d), the budget agency may invest or cause to be invested all or a part of the supplemental fund in a fiduciary account or accounts with a trustee that is a financial institution. Notwithstanding any other law, any investment may be made by the trustee in accordance with one (1) or more trust agreements or indentures. A trust agreement or indenture may permit disbursements by the trustee to the department, the budget agency, ~~a political subdivision; a public water system that serves an economically disadvantaged municipality;~~ **participant**, the Indiana bond bank, or any other person as provided in the trust agreement or indenture. The state board of finance must approve the form of any trust agreement or indenture before execution.

(f) The cost of administering the supplemental fund may be paid from money in the supplemental fund.

(g) All money accruing to the supplemental fund is appropriated continuously for the purposes specified in this chapter.

(h) Money in the supplemental fund does not revert to the state general fund at the end of a state fiscal year.

SECTION 46. IC 13-18-21-23 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 23. Money in the supplemental fund may be used to do the following:

(1) Provide grants, loans, or other financial assistance to or for the benefit of ~~political subdivisions or public water systems that serve economically disadvantaged municipalities~~ **participants** for the planning, designing, acquisition, construction, renovation, improvement, or expansion of ~~drinking water treatment systems and public water supply systems~~ and other activities necessary or convenient to complete these tasks, whether or not those other activities are permitted by the federal Clean Water Act or the federal Safe Drinking Water Act.

(2) **Provide grants, loans, or other financial assistance to or for the benefit of political subdivisions for the planning, designing, acquisition, construction, renovation, improvement, or expansion of wastewater or stormwater collection and treatment systems and other activities necessary or convenient to complete these tasks, whether or not those other activities are permitted by the federal Clean Water Act or the federal Safe Drinking Water Act.**

(3) Pay the cost of administering the supplemental fund and the supplemental program.

~~(3)~~ (4) Conduct all other activities that are permitted by the federal Clean Water Act or the federal Safe Drinking Water Act.



SECTION 47. IC 13-18-21-24 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 24. (a) The budget agency shall develop a ~~supplemental priority ranking system criteria~~ to recommend grants, loans, or other financial assistance from the supplemental fund.

(b) ~~The supplemental priority ranking system shall be designed to establish funding for each category of projects consistent with the environmental, public health, and financial objectives of the state.~~

(c) ~~The:~~

(1) ~~budget agency shall consult with the department in establishing; and~~

(2) ~~budget committee shall review~~

~~the supplemental priority ranking system.~~

SECTION 48. IC 13-18-21-25 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 25. (a) The budget agency may make grants or loans or provide other financial assistance from the supplemental fund for the benefit of a ~~political subdivision or public water system that serves an economically disadvantaged municipality~~ **participant** under the following conditions:

(1) A grant, loan, or other financial assistance ~~must~~ **may** be used:

(A) ~~for planning, designing, acquiring, constructing, renovating, improving, or expanding drinking water treatment systems or public water supply systems, and other activities necessary or convenient to complete these tasks;~~

(B) to:

(i) ~~establish reserves or sinking funds; or~~

(ii) ~~provide interest subsidies;~~

(C) ~~to pay financing charges, including interest on the loan during construction and for a reasonable period after the completion of construction; or~~

(D) ~~to pay the following:~~

(i) ~~Consultant, advisory, and legal fees.~~

(ii) ~~Other costs or expenses necessary or incident to the grant, loan, or other financial assistance or the administration of the supplemental fund or the supplemental program.~~

(2) The budget agency ~~must~~ establish the terms and conditions that the budget agency considers necessary or convenient to make grants or loans or provide other financial assistance under this chapter.

(b) In addition to its powers under subsection (a), the budget agency may also make grants or loans or provide other financial assistance from the supplemental fund to or for the benefit of a political subdivision under the following conditions:

(1) A grant, loan, or other financial assistance may be used:

(A) for planning, designing, acquiring, constructing, renovating, improving, or expanding wastewater or stormwater collection and treatment systems, and other activities necessary or convenient to complete these tasks;

(B) to:

(i) establish reserves or sinking funds; or

(ii) provide interest subsidies;

(C) to pay financing charges, including interest on the loan during construction and for a reasonable period after the completion of construction; or

(D) to pay the following:

(i) Consultant, advisory, and legal fees.

(ii) Other costs or expenses necessary or incident to the grant, loan, or other financial assistance or the administration of the supplemental fund or the supplemental program.

(2) The budget agency must establish the terms and conditions that the budget agency



considers necessary or convenient to make grants or loans or provide other financial assistance under this chapter.

SECTION 49. IC 13-18-21-26 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 26. (a) A grant, loan, or other financial assistance from the supplemental fund must be accompanied by all papers and opinions required by the budget agency.

(b) Unless otherwise provided by rule, a loan or other financial assistance must be accompanied by the following:

~~(1) An approving opinion of nationally recognized bond counsel:~~

~~(2) (1) A certification and guarantee of signatures.~~

~~(3) (2) A certification that, as of the date of the loan or other financial assistance, no litigation is pending challenging the validity of or entry into:~~

~~(A) the grant, loan, or other financial assistance; or~~

~~(B) any security for the loan or other financial assistance.~~

(c) The budget agency may require an approving opinion of nationally recognized bond counsel.

SECTION 50. IC 13-18-21-27 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 27. A ~~political subdivision or public water system~~ **participant** receiving a grant, loan, or other financial assistance from the supplemental fund shall enter into a financial assistance agreement. A financial assistance agreement under this section is a valid, binding, and enforceable agreement of the ~~political subdivision or public water system~~ **participant**.

SECTION 51. IC 13-18-21-28 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 28. (a) The budget agency may sell loans or evidences of other financial assistance and other obligations evidencing the loans or other financial assistance from the supplemental fund:

(1) periodically;

(2) at any price; and

(3) on terms acceptable to the budget agency.

(b) Proceeds of sales under this section shall be deposited in the supplemental fund, **the wastewater revolving loan fund**, or the fund at the direction of the budget director.

SECTION 52. THE FOLLOWING ARE REPEALED [EFFECTIVE JULY 1, 1999]: IC 13-18-13-21; IC 13-18-13-22; IC 13-18-13-23; IC 13-18-13-24; IC 13-18-13-25; IC 13-18-13-26; IC 13-18-13-27; IC 13-18-13-28; IC 13-18-13-29.

SECTION 53. [EFFECTIVE JULY 1, 1999] **(a) On July 1, 1999, the treasurer of state shall transfer the balance remaining in the supplemental wastewater assistance fund on June 30, 1999, to the supplemental drinking water and wastewater assistance fund established by IC 13-18-21-22, as amended by this act.**

(b) On July 1, 1999, all liabilities of the supplemental wastewater assistance fund become liabilities of the supplemental drinking water and wastewater assistance fund established by IC 13-18-21-22, as amended by this act.

SECTION 54. IC 20-1-22 IS ADDED TO THE INDIANA CODE AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]:

Chapter 22. School Readiness Program Plan

Sec. 1. The Indiana state board of education shall adopt rules under IC 4-22-2 establishing the criteria for acceptable school readiness programs that may be approved under this chapter. The rules must provide that programs similar to the following are approved:

(1) Head Start under 42 U.S.C. 9831 et seq.

(2) Even Start.

(3) Transitional kindergarten.

(4) Other nationally accepted programs that improve school readiness.



The criteria must be based on national studies and research on school readiness programs.

Sec. 2. Each school corporation may adopt a plan to provide a full day kindergarten or school readiness program, or both. The plan must comply with the rules adopted under this chapter and must include the following:

- (1) Goals, objectives, and expectations of the program that are consistent with the school corporation goals and state student achievement or performance goals.
- (2) Anticipated or estimated participation in each program.
- (3) Physical space needs, specifically identifying the potential need for more classrooms or facilities or expansion of existing rooms and including the estimated cost for additional space that would be attributable to having a program.
- (4) Transportation needs, including necessary additional bus routes and buses and the estimated cost for necessary expansion of transportation.
- (5) Personnel needs, including necessary additional teachers, aides, and other staff that would be required to maintain an eighteen to one (18:1) student to teacher ratio in full day kindergarten and the estimated cost for necessary additional personnel.
- (6) Professional development plans for program teachers, including a description of the types and amount of training that teachers in the program will be asked or required to complete before implementing a program.
- (7) Academic structure of the program, including the mix of subject areas and activities that will be provided in the program.
- (8) Evaluation methods that will be used to monitor progress toward meeting or exceeding the program goals, objectives, and expectations.

A school corporation that has a full day kindergarten program that allows any kindergarten age child to participate may submit a plan that describes what the school corporation is doing to satisfy subdivisions (1), (2), (7), and (8).

Sec. 3. (a) A governing body shall conduct a public hearing for the purpose of giving all interested parties an opportunity to review and comment on the plan. Notice of the hearing must be given at least fourteen (14) days before the hearing in accordance with IC 5-14-1.5-5(b). After the public hearing, the governing body may revise the plan and hold another public hearing on the revised plan.

(b) The approved plan must be submitted to the department of education for review and approval before January 1, 2000, to receive a grant for the 2000-2001 school year. A school corporation that does not submit a plan in 1999 must submit a plan to the department of education for review and approval before January 1 of a year to receive a grant in subsequent school years.

(c) The plan must then be submitted to the Indiana state board of education for approval.

(d) A school corporation is not entitled to program funding under IC 21-3-12 until a plan is approved by the Indiana state board of education.

SECTION 55. IC 21-3-12 IS ADDED TO THE INDIANA CODE AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2000]:

Chapter 12. Full Day Kindergarten and School Readiness Grants

Sec. 1. The definitions set forth in IC 21-3-1.6 apply throughout this chapter.

Sec. 2. As used in this chapter, "full day kindergarten enrollment" means the number of eligible pupils enrolled in full day kindergarten in the school corporation or in a transferee corporation on the day fixed by the superintendent to determine the average daily membership or ADM of the corporation.

Sec. 3. As used in this chapter, "school readiness program enrollment" means the number of children enrolled of eligible kindergarten age in the school corporation's school readiness



program even though the child may also be enrolled in the school corporation's half day kindergarten. It does not include children who are enrolled in the school corporation's full day kindergarten.

Sec. 4. In addition to the amount a school corporation is entitled to receive under this article, each school corporation is entitled to receive a grant for its full day kindergarten program that is implemented under a plan approved under IC 20-1-22. The amount of the kindergarten grant for a school year is the product of:

- (1) the school corporation's full day kindergarten enrollment; multiplied by
- (2) one thousand five hundred dollars (\$1,500).

A school corporation shall use the grant for its full day kindergarten program under the plan approved under IC 20-1-22.

Sec. 5. In addition to the amount a school corporation is entitled to receive under this article, each school corporation is entitled to receive a grant for pupils attending a school readiness program other than full day kindergarten that is implemented under a plan approved under IC 20-1-22. The amount of the school readiness program grant for a school year is the product of:

- (1) the school corporation's school readiness program enrollment; multiplied by
- (2) one thousand two hundred dollars (\$1,200).

A school corporation shall use the grant for its school readiness programs as set forth in its plan approved under IC 20-1-22.

Sec. 6. This chapter expires January 1, 2002.

SECTION 56. [EFFECTIVE UPON PASSAGE] (a) Each school corporation is entitled to a school readiness program planning grant during December 1999 for planning and implementing a school readiness program as permitted by IC 20-1-22, as added by this act. The amount of each school corporation's grant is the school corporation's average daily membership for kindergarten, as defined in IC 21-3-1.6-1.1 multiplied by three hundred seventy dollars (\$370).

(b) School readiness program planning grants must be used only to pay for one (1) or more of the following:

- (1) Developing and submitting the school corporation's school readiness program plan.
- (2) Professional development of kindergarten teachers under the rules established by the professional standards board under IC 20-1-1.4.
- (3) Implementing full day kindergarten or school readiness programs, as defined in IC 20-1-22, as added by this act.
- (4) Operating full day kindergarten programs in existence on January 1, 1999.

(c) The Indiana state board of education shall adopt emergency rules under IC 4-22-2-37.1 before July 1, 1999, establishing the criteria for acceptable school readiness programs under IC 20-1-22, as added by this act, for the 2000-2001 school year. The emergency rules adopted under this SECTION expire on the earlier of:

- (1) the date rules are adopted under IC 20-1-22-1, as added by this act; or
- (2) July 1, 2000.

(d) This SECTION expires July 2, 2000.

SECTION 57. IC 20-10.1-21.5 IS ADDED TO THE INDIANA CODE AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]:

Chapter 21.5. Reading Diagnostic and Remediation Program

Sec. 1. As used in this chapter, "diagnostic grant" refers to a grant provided to a school corporation to perform reading diagnostic assessments under this chapter.

Sec. 2. As used in this chapter, "fund" refers to the reading diagnostic assessment and remediation fund established under section 5 of this chapter.



Sec. 3. As used in this chapter, "program" refers to the reading diagnostic and remediation program established under section 6 of this chapter.

Sec. 4. As used in this chapter, "remediation grant" refers to a grant provided to a school corporation to provide remediation for students who participate in a reading diagnostic assessment.

Sec. 5. (a) The reading diagnostic assessment and remediation fund is established to provide diagnostic grants and remediation grants under this chapter. The fund shall be administered by the department.

(b) Money in the fund at the end of a state fiscal year does not revert to the state general fund.

Sec. 6. (a) The reading diagnostic and remediation program is established to provide:

- (1)** early identification of; and
- (2)** remediation to;

grade one or grade two students who have difficulty reading.

(b) The department shall:

- (1)** administer the program; and
- (2)** coordinate training for grade 1 and grade 2 teachers in the administration and interpretation of reading diagnostic instruments.

Sec. 7. (a) The board shall select and purchase a diagnostic instrument for the assessment portion of the program. The diagnostic instrument selected by the board must:

- (1)** measure both phonics and whole language ability and comprehension;
- (2)** assess phonemic awareness;
- (3)** test other appropriate reading skills and comprehension;
- (4)** detect physical and mental learning disabilities; and
- (5)** be suitable for administration and interpretation by grade 1 and grade 2 teachers.

(b) The governing body of a school corporation may select an alternate diagnostic instrument for use in the school corporation. An alternate diagnostic instrument selected under this subsection must:

- (1)** meet the selection criteria under subsection (a); and
- (2)** be approved by the board before it may be administered.

Sec. 8. (a) Not later than October 15, each school corporation shall administer the diagnostic instrument selected under section 7 of this chapter.

(b) The diagnostic instrument shall be administered to the following grade 1 or grade 2 students:

- (1)** A student identified by the student's teacher as having difficulty reading.
- (2)** A student whose parents request that the student be assessed, if the student's teacher and principal determine that the diagnostic instrument is an appropriate assessment tool for the student.

(c) A school is eligible to receive a diagnostic grant from the fund in an amount that does not exceed the amount determined in **STEP FOUR** of the following formula:

STEP ONE: Determine the Indiana academic standard for language arts scale score plus ten (10) scale score points as tested by the grade 3 ISTEP for the three (3) most recently administered tests.

STEP TWO: For the three (3) preceding years in which the ISTEP language arts test was administered to grade 3 students, determine the total number of grade 3 students in the school who did not meet the academic standard scale score determined under **STEP ONE**.

STEP THREE: Divide the number determined under **STEP TWO** by three (3).

STEP FOUR: Multiply the quotient determined under **STEP THREE** by two dollars (\$2).

(d) A diagnostic grant must be used for the costs of:



- (1) administering; and
 - (2) interpreting the results of;
- the diagnostic instrument.

Sec. 9. (a) This section applies to a grade 1 or grade 2 student who:

- (1) has been assessed by the diagnostic instrument selected under section 7 of this chapter; and
 - (2) based upon the results of the assessment, is determined to have a reading deficiency.
- (b) The teacher of a student to whom this section applies shall:**
- (1) develop an individualized reading instruction plan for the student; and
 - (2) review the plan with the student's parent:
 - (A) in a meeting; or
 - (B) if a meeting cannot be arranged after a reasonable effort by the teacher, through sending the plan to the parent for the parent's signature.
- (c) An individualized reading instruction plan:**
- (1) must specify appropriate remedial programs or activities for a student to address areas in which the student lacks skills, as identified by the diagnostic instrument; and
 - (2) may utilize existing remedial and tutoring programs offered by the school corporation through the department or through a federal program.
- (d) A school is eligible to receive a remediation grant from the fund in an amount that does not exceed the number of students in the school to whom this section applies multiplied by one hundred dollars (\$100).**

Sec. 10. A school shall:

- (1) determine whether students who participated in an individualized reading plan in grade 1 or grade 2 meet the academic standard scale score tested by:
 - (A) the grade 3 ISTEP language arts test; or
 - (B) a comparable assessment or evaluation conducted by the school during the grade 3 school year; and
- (2) report the school's findings to the department in a form prescribed by the department.

SECTION 58. [EFFECTIVE JULY 1, 1999] (a) Notwithstanding IC 20-10.1-21.5-8(c), as added by this act, a school is eligible to receive a diagnostic grant for the 1999-2000 school year from the reading diagnostic assessment and remediation fund established by IC 20-10.1-21.5-5, as added by this act, in an amount that does not exceed the amount determined in STEP FOUR of the following formula:

STEP ONE: Determine the Indiana academic standard for language arts scale score plus ten (10) scale score points as tested by the grade 3 ISTEP for the two (2) most recently administered tests.

STEP TWO: For the two (2) preceding years in which the ISTEP reading test was administered to grade 3 students, determine the total number of grade 3 students in the school who did not meet the academic standard scale score determined under STEP ONE.

STEP THREE: Divide the number determined under STEP TWO by two (2).

STEP FOUR: Multiply the quotient determined under STEP THREE by twelve dollars (\$12).

(b) This SECTION expires June 30, 2001.

SECTION 59. IC 4-4-5.1 IS ADDED TO THE INDIANA CODE AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]:

Chapter 5.1. Indiana Twenty-First Century Growth Fund

Sec. 1. As used in this chapter, "board" refers to the Indiana twenty-first century growth fund board established by section 6 of this chapter.



Sec. 2. As used in this chapter, "fund" refers to the Indiana twenty-first century growth fund established by section 3 of this chapter.

Sec. 3. (a) The Indiana twenty-first century growth fund is established to provide grants or loans to support proposals for economic development in one (1) or more of the following areas:

- (1) To increase the capacity of Indiana institutions of higher education, Indiana businesses, and Indiana nonprofit corporations and organizations to compete successfully for federal research and development financing.
- (2) To stimulate the transfer of research and technology into marketable products.
- (3) To assist with diversifying Indiana's economy so that high skill and high wage jobs are created.
- (4) To encourage an environment of innovation and cooperation among universities and business to promote research activity, including operation of Internet 2.

(b) The fund shall be administered by the budget agency. The fund consists of appropriations from the general assembly and gifts and grants to the fund. The budget agency shall review and approve requests for operating funds and each grant and loan recommended by the board before allotting money from the fund. Except for operating funds, money in the fund must be used only to provide a matching incentive on a one-time basis and may not be used to provide a recurring source of revenue for any project.

(c) The treasurer of state shall invest the money in the fund not currently needed to meet the obligations of the fund in the same manner as other public funds may be invested.

(d) The money in the fund at the end of a state fiscal year does not revert to the state general fund but remains in the fund to be used exclusively for the purposes of this chapter.

Sec. 4. (a) A proposal requesting a grant or loan from the Indiana twenty-first century growth fund must be targeted to one (1) or more of the areas listed in section 3 of this chapter.

(b) An applicant must meet the requirements of this section and be approved by the board. A proposal shall be made on an application prescribed by the board. The applicant shall provide all information that the board finds necessary to make the determinations required by this chapter.

(c) All proposals must include the following:

- (1) A detailed financial analysis that includes the commitment of resources by other entities that will be involved in the project.
- (2) The economic development potential of the project.
- (3) The obligations of the applicant.
- (4) Any other information that the board considers appropriate.

(d) A proposal from an academic researcher must be made through the office of the president of the academic institution with the express endorsement of that institution's president. A proposal from a private researcher must be made through the office of the highest ranking officer of the researcher's institution with the express endorsement of the institution.

Sec. 5. (a) The board shall make final funding determinations for proposals that will be submitted to the budget agency for review and approval. In making these determinations, the board may use a peer review panel to assist it in making determinations.

(b) The board shall give priority to proposals that:

- (1) have the greatest economic development potential; and
- (2) require the lowest ratio of money from the fund compared to the combined financial commitments of the applicant and those cooperating on the project.

Sec. 6. (a) The Indiana twenty-first century growth fund board is established. The board consists of eight (8) voting members as follows:

- (1) The lieutenant governor, or the lieutenant governor's designee, who shall serve as



chairperson of the board.

(2) A representative of a public research institution of higher education to be appointed by the governor.

(3) A representative of a private research institution of higher education to be appointed by the governor.

(4) A representative from business or agriculture to be appointed by the governor.

(5) A representative from a business with high research and development expenditures in Indiana to be appointed by the governor.

(6) A representative from the venture or growth capital industry to be appointed by the governor.

(7) An economist to be appointed by the governor.

(8) The Indiana commissioner of higher education.

Members of the board appointed by the governor serve terms of two (2) years.

(b) A board member may not have a relationship with an applicant or cooperating entity if the relationship would constitute a conflict of interest for the board member on a particular proposal. A board member with a conflict of interest shall abstain from any discussion, consideration, or vote on the proposal.

Sec. 7. The governor shall fill a vacancy on the board for the remainder of the unexpired term. Except for the ex officio board members, the governor may replace a board member at any time.

Sec. 8. A quorum for a meeting of the board consists of five (5) voting members.

Sec. 9. Five (5) affirmative votes are required for the board to take action.

Sec. 10. Members of the board are not entitled to per diem allowances or reimbursement of expenses for their service on the board.

Sec. 11. The board may use money in the fund to cover administrative expenses incurred in carrying out the requirements of this chapter.

SECTION 60. IC 4-30-16-3 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 3. (a) The commission shall transfer the surplus revenue in the administrative trust fund as follows:

(1) Before the last business day of January, April, July, and October, the commission shall transfer to the treasurer of state, for deposit in the Indiana state teachers' retirement fund (IC 21-6.1-2), an amount equal to the lesser of:

(A) seven million five hundred thousand dollars (\$7,500,000); or

(B) the additional quarterly contribution needed so that the ratio of the unfunded liability of the Indiana state teachers' retirement fund compared to total active teacher payroll is as close as possible to but not greater than the ratio that existed on the preceding July 1.

On or before June 15 of each year, the board of trustees of the Indiana state teachers' retirement fund shall submit to the treasurer of state, each member of the pension management oversight commission, and the auditor of state its estimate of the quarterly amount needed to freeze the unfunded accrued liability of the pre-1996 account (as defined in IC 21-6.1-1-6.9) as a percent of payroll. The estimate shall be based on the most recent actuarial valuation of the fund. Notwithstanding any other law, including any appropriations law resulting from a budget bill (as defined in IC 4-12-1-2), the money transferred under this subdivision shall be set aside in a special account to be used as a credit against the unfunded accrued liability of the pre-1996 account (as defined in IC 21-6.1-1-6.9) of the Indiana state teachers' retirement fund. The money transferred is in addition to the appropriation needed to pay benefits for the state fiscal year.

(2) Before the last business day of January, April, July, and October, the commission shall transfer ~~two~~ **seven** million five hundred thousand dollars (~~\$2,500,000~~) (**\$7,500,000**) of the



surplus revenue to the treasurer of state for deposit in the pension relief fund (IC 5-10.3-11).

(3) The surplus revenue remaining in the fund on the last day of January, April, July, and October after the transfers under subdivisions (1) and (2) shall be transferred by the commission to the treasurer of state for deposit on that day in the build Indiana fund.

(b) The commission may make transfers to the treasurer of state more frequently than required by subsection (a). However, the number of transfers does not affect the amount that is required to be transferred for the purposes listed in subsection (a)(1) and (a)(2). Any amount transferred during the month in excess of the amount required to be transferred for the purposes listed in subsection (a)(1) and (a)(2) shall be transferred to the build Indiana fund.

SECTION 58. IC 6-1.1-18-3 (CURRENT VERSION) IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 3. (a) Except as provided in subsection (b), the sum of all tax rates for all political subdivisions imposed on tangible property within a political subdivision may not exceed:

(1) one dollar and twenty-five cents (\$1.25) on each one hundred dollars (\$100) of assessed valuation in territory outside the corporate limits of a city or town; or

(2) two dollars (\$2) on each one hundred dollars (\$100) of assessed valuation in territory inside the corporate limits of a city or town.

(b) The proper officers of a political subdivision shall fix tax rates which are sufficient to provide funds for the purposes itemized in this subsection. The portion of a tax rate fixed by a political subdivision shall not be considered in computing the tax rate limits prescribed in subsection (a) if that portion is to be used for one (1) of the following purposes:

(1) To pay the principal or interest on a funding, refunding, or judgment funding obligation of the political subdivision.

(2) To pay the principal or interest on an outstanding obligation issued by the political subdivision if notice of the sale of the obligation was published before March 9, 1937.

(3) To pay the principal or interest upon:

(A) an obligation issued by the political subdivision to meet an emergency which results from a flood, fire, pestilence, war, or any other major disaster; or

(B) a note issued under IC 36-2-6-18, IC 36-3-4-22, IC 36-4-6-20, or IC 36-5-2-11 to enable a city, town, or county to acquire necessary equipment or facilities for municipal or county government.

(4) To pay the principal or interest upon an obligation issued in the manner provided in IC 6-1.1-20-3 (before its repeal) or IC 6-1.1-20-3.1 through IC 6-1.1-20-3.2.

(5) To pay a judgment rendered against the political subdivision.

~~(6) To meet the requirements of the county welfare fund, the county welfare administration fund, for public welfare services, or the family and children's fund for child services (as defined in IC 12-19-7-1).~~

~~(7) (6) To meet the requirements of the county hospital care for the indigent fund.~~

(c) Except as otherwise provided in IC 6-1.1-19 or IC 6-1.1-18.5, a county board of tax adjustment, a county auditor, or the state board of tax commissioners may review the portion of a tax rate described in subsection (b) only to determine if it exceeds the portion actually needed to provide for one (1) of the purposes itemized in that subsection.

SECTION 59. IC 6-1.1-18-3 (DELAYED VERSION) IS AMENDED TO READ AS FOLLOWS [EFFECTIVE MARCH 1, 2001]: Sec. 3. (a) Except as provided in subsection (b), the sum of all tax rates for all political subdivisions imposed on tangible property within a political subdivision may not exceed:

(1) forty-one and sixty-seven hundredths cents (\$0.4167) on each one hundred dollars (\$100) of assessed valuation in territory outside the corporate limits of a city or town; or



(2) sixty-six and sixty-seven hundredths cents (\$0.6667) on each one hundred dollars (\$100) of assessed valuation in territory inside the corporate limits of a city or town.

(b) The proper officers of a political subdivision shall fix tax rates which are sufficient to provide funds for the purposes itemized in this subsection. The portion of a tax rate fixed by a political subdivision shall not be considered in computing the tax rate limits prescribed in subsection (a) if that portion is to be used for one (1) of the following purposes:

(1) To pay the principal or interest on a funding, refunding, or judgment funding obligation of the political subdivision.

(2) To pay the principal or interest on an outstanding obligation issued by the political subdivision if notice of the sale of the obligation was published before March 9, 1937.

(3) To pay the principal or interest upon:

(A) an obligation issued by the political subdivision to meet an emergency which results from a flood, fire, pestilence, war, or any other major disaster; or

(B) a note issued under IC 36-2-6-18, IC 36-3-4-22, IC 36-4-6-20, or IC 36-5-2-11 to enable a city, town, or county to acquire necessary equipment or facilities for municipal or county government.

(4) To pay the principal or interest upon an obligation issued in the manner provided in IC 6-1.1-20-3 (before its repeal) or IC 6-1.1-20-3.1 through IC 6-1.1-20-3.2.

(5) To pay a judgment rendered against the political subdivision.

~~(6) To meet the requirements of the county welfare fund; the county welfare administration fund; for public welfare services; or the family and children's fund for child services (as defined in IC 12-19-7-1).~~

~~(7)~~ **(6)** To meet the requirements of the county hospital care for the indigent fund.

(c) Except as otherwise provided in IC 6-1.1-19 or IC 6-1.1-18.5, a county board of tax adjustment, a county auditor, or the state board of tax commissioners may review the portion of a tax rate described in subsection (b) only to determine if it exceeds the portion actually needed to provide for one (1) of the purposes itemized in that subsection.

SECTION 60. IC 6-1.1-18.5-2 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 2. (a) For purposes of determining a civil taxing unit's maximum permissible ad valorem property tax levy for an ensuing calendar year, the civil taxing unit shall use the assessed value growth quotient determined in the last STEP of the following STEPS:

STEP ONE: Determine the three (3) calendar years that most immediately precede the ensuing calendar year and in which a statewide general reassessment of real property does not first become effective.

STEP TWO: Compute separately, for each of the calendar years determined in STEP ONE, the quotient (rounded to the nearest ten-thousandth) of the civil taxing unit's total assessed value of all taxable property in the particular calendar year, divided by the civil taxing unit's total assessed value of all taxable property in the calendar year immediately preceding the particular calendar year.

STEP THREE: Divide the sum of the three (3) quotients computed in STEP TWO by three (3).

STEP FOUR: Determine the greater of the result computed in STEP THREE or one and ~~five-hundredths (1.05)~~: **four-hundredths (1.04)**.

STEP FIVE: Determine the lesser of the result computed in STEP FOUR or one and ~~one-tenth (1.1)~~: **eight-hundredths (1.08)**.

(b) If the assessed values of taxable property used in determining a civil taxing unit's property taxes that are first due and payable in a particular calendar year are significantly increased over the assessed values used for the immediately preceding calendar year's property taxes due to the settlement of litigation concerning the general reassessment of that civil taxing unit's real property, then for



purposes of determining that civil taxing unit's assessed value growth quotient for an ensuing calendar year, the state board of tax commissioners shall replace the quotient described in STEP TWO of subsection (a) for that particular calendar year. The state board of tax commissioners shall replace that quotient with one that as accurately as possible will reflect the actual growth in the civil taxing unit's assessed values of real property from the immediately preceding calendar year to that particular calendar year.

SECTION 61. IC 6-1.1-18.5-9.7 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 9.7. (a) The ad valorem property tax levy limits imposed by section 3 of this chapter do not apply to ad valorem property taxes imposed under any of the following:

- (1) IC 12-16, except IC 12-16-1.
- (2) ~~IC 12-19-3-3~~ through IC 12-19-3-7.
- (3) ~~IC 12-19-4~~.
- (4) ~~IC 12-19-5~~.
- (5) ~~IC 12-19-7~~.
- (6) (2) IC 12-20-24.

(b) For purposes of computing the ad valorem property tax levy limits imposed under section 3 of this chapter, a county's or township's ad valorem property tax levy for a particular calendar year does not include that part of the levy imposed under the citations listed in subsection (a).

(c) Section 8(b) of this chapter does not apply to bonded indebtedness that **was issued before January 1, 2000, and that** will be repaid through property taxes imposed under IC 12-19.

SECTION 62. IC 6-1.1-20.5 IS ADDED TO THE INDIANA CODE AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]:

Chapter 20.5. Inventory Tax Reduction Credits

Sec. 1. As used in this chapter, "inventory" has the meaning set forth in IC 6-1.1-3-11.

Sec. 2. As used in this chapter, "net property tax liability on inventory" means the property taxes attributable to inventory that are due and payable as shown on the property tax statement sent to a person after all deductions and credits have been applied under any other statute.

Sec. 3. A credit against a person's net property tax liability on inventory under IC 6-1.1-2 shall be provided under this chapter. The credit is equal to the net amount of ad valorem property taxes that would be paid on inventory with an assessed value of twelve thousand five hundred dollars (\$12,500).

Sec. 4. (a) The county assessor shall determine the amount of each property owner's assessed value that is attributable to inventory in the county. Before December 1 of each year the county assessor shall provide the county auditor with the amount of inventory assessed value for each owner that is eligible for the credit.

(b) The county auditor shall compute the amount of property taxes in the county that is attributable to inventory assessed value as reported by the county assessor using the same property tax liability that is used to calculate the property tax replacement credit under IC 6-1.1-21-5 but after deducting the property tax replacement credit.

(c) Before March 1 of each year, each county auditor shall certify to the state board of tax commissioners and provide electronically the federal taxpayer identification number of each inventory owner, the amount of assessed value for which the credit is claimed, and the amount of inventory credits allowed for each claimant in that county for that calendar year. Before March 10, the state board of tax commissioners shall determine if any person has claimed credits for more than the assessed value allowed under this chapter and deny the credits for any excess. Before March 15, the state board of tax commissioners shall certify the amount of credits allowed to the property tax replacement fund board. The credits shall be determined in the same manner as property tax replacement credits are determined under IC 6-1.1-21 but after



deducting the property tax replacement credit.

Sec. 5. (a) Each year the property tax replacement fund board shall allocate to the department of state revenue from the targeted tax relief fund under IC 4-10-20 an amount equal to the total amount of inventory tax credits that are provided under this chapter for each county for that year in the same manner as the homestead credits are allocated from the property tax replacement fund under IC 6-1.1-21.

Sec. 6. The department of state revenue shall distribute to each county treasurer from only the targeted tax relief fund the estimated distribution for that year for the county at the same time and in the same manner as the homestead credit distributions are made under IC 6-1.1-21. The money in the fund is appropriated to make the distributions.

(b) All distributions provided in this section shall be made on warrants issued by the auditor of state drawn on the treasurer of state.

Sec. 8. To the extent it is consistent with this chapter, IC 6-1.1-21 applies with respect to the credit under this chapter.

Sec. 9. Subject to IC 4-10-20, there is appropriated from the targeted tax relief fund the amount necessary to provide credits under this chapter.

SECTION 63. IC 6-1.1-21-2 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 2. As used in this chapter:

(a) "Taxpayer" means a person who is liable for taxes on property assessed under this article.

(b) "Taxes" means taxes payable in respect to property assessed under this article. The term does not include special assessments, penalties, or interest, but does include any special charges which a county treasurer combines with all other taxes in the preparation and delivery of the tax statements required under IC 6-1.1-22-8(a).

(c) "Department" means the department of state revenue.

(d) "Auditor's abstract" means the annual report prepared by each county auditor which under IC 6-1.1-22-5, is to be filed on or before March 1 of each year with the auditor of state.

(e) "Mobile home assessments" means the assessments of mobile homes made under IC 6-1.1-7.

(f) "Postabstract adjustments" means adjustments in taxes made subsequent to the filing of an auditor's abstract which change assessments therein or add assessments of omitted property affecting taxes for such assessment year.

(g) "Total county tax levy" means the sum of:

(1) the remainder of:

(A) the aggregate levy of all taxes for all taxing units in a county which are to be paid in the county for a stated assessment year as reflected by the auditor's abstract for the assessment year, adjusted, however, for any postabstract adjustments which change the amount of the aggregate levy; minus

(B) the sum of any increases in property tax levies of taxing units of the county that result from appeals described in:

(i) IC 6-1.1-18.5-13(5) and IC 6-1.1-18.5-13(6) filed after December 31, 1982; plus

(ii) the sum of any increases in property tax levies of taxing units of the county that result from any other appeals described in IC 6-1.1-18.5-13 filed after December 31, 1983; plus

(iii) ~~IC 6-1.1-18.6-3 (children in need of services and delinquent children who are wards of the county);~~ minus

(C) the total amount of property taxes imposed for the stated assessment year by the taxing units of the county under the authority of ~~IC 12-1-11.5 (repealed); IC 12-2-4.5 (repealed)~~ IC 12-19-5 (**before its repeal**) or IC 12-20-24; minus

(D) the total amount of property taxes to be paid during the stated assessment year that will be used to pay for interest or principal due on debt that:



- (i) is entered into after December 31, 1983;
 - (ii) is not debt that is issued under IC 5-1-5 to refund debt incurred before January 1, 1984; and
 - (iii) does not constitute debt entered into for the purpose of building, repairing, or altering school buildings for which the requirements of IC 20-5-52 were satisfied prior to January 1, 1984; minus
- (E) the amount of property taxes imposed in the county for the stated assessment year under the authority of IC 21-2-6 or any citation listed in IC 6-1.1-18.5-9.8 for a cumulative building fund whose property tax rate was initially established or reestablished for a stated assessment year that succeeds the 1983 stated assessment year; minus
- (F) the remainder of:
- (i) the total property taxes imposed in the county for the stated assessment year under authority of IC 21-2-6 or any citation listed in IC 6-1.1-18.5-9.8 for a cumulative building fund whose property tax rate was not initially established or reestablished for a stated assessment year that succeeds the 1983 stated assessment year; minus
 - (ii) the total property taxes imposed in the county for the 1984 stated assessment year under the authority of IC 21-2-6 or any citation listed in IC 6-1.1-18.5-9.8 for a cumulative building fund whose property tax rate was not initially established or reestablished for a stated assessment year that succeeds the 1983 stated assessment year; minus
- (G) the amount of property taxes imposed in the county for the stated assessment year under:
- (i) IC 21-2-15 for a capital projects fund; plus
 - (ii) IC 6-1.1-19-10 for a racial balance fund; plus
 - (iii) IC 20-14-13 for a library capital projects fund; plus
 - (iv) IC 20-5-17.5-3 for an art association fund; plus
 - (v) IC 21-2-17 for a special education preschool fund; plus
 - (vi) an appeal filed under IC 6-1.1-19-5.1 for an increase in a school corporation's maximum permissible general fund levy for certain transfer tuition costs; plus
 - (vii) an appeal filed under IC 6-1.1-19-5.4 for an increase in a school corporation's maximum permissible general fund levy for transportation operating costs; minus
- (H) the amount of property taxes imposed by a school corporation that is attributable to the passage, after 1983, of a referendum for an excessive tax levy under IC 6-1.1-19, including any increases in these property taxes that are attributable to the adjustment set forth in ~~IC 6-1.1-19-1.5(a) STEP ONE~~ or any other law; minus
- (I) for each township in the county, the lesser of:
- (i) the sum of the amount determined in IC 6-1.1-18.5-19(a) STEP THREE or IC 6-1.1-18.5-19(b) STEP THREE, whichever is applicable, plus the part, if any, of the township's ad valorem property tax levy for calendar year 1989 that represents increases in that levy that resulted from an appeal described in IC 6-1.1-18.5-13(5) filed after December 31, 1982; or
 - (ii) the amount of property taxes imposed in the township for the stated assessment year under the authority of IC 36-8-13-4; minus
- (J) for each participating unit in a fire protection territory established under IC 36-8-19-1, the amount of property taxes levied by each participating unit under IC 36-8-19-8 and IC 36-8-19-8.5 less the maximum levy limit for each of the participating units that would have otherwise been available for fire protection services under IC 6-1.1-18.5-3 and IC 6-1.1-18.5-19 for that same year; minus
- ~~(K)~~ for each county, the sum of:
- (i) the amount of property taxes imposed in the county for the repayment of loans under



~~IC 12-19-5-6~~ that is included in the amount determined under ~~IC 12-19-7-4(a)~~ STEP SEVEN for property taxes payable in 1995; or for property taxes payable in each year after 1995; the amount determined under ~~IC 12-19-7-4(b)~~; and

(ii) the amount of property taxes imposed in the county attributable to appeals granted under ~~IC 6-1.1-18.6-3~~ that is included in the amount determined under ~~IC 12-19-7-4(a)~~ STEP SEVEN for property taxes payable in 1995; or the amount determined under ~~IC 12-19-7-4(b)~~ for property taxes payable in each year after 1995; plus

(2) all taxes to be paid in the county in respect to mobile home assessments currently assessed for the year in which the taxes stated in the abstract are to be paid; plus

(3) the amounts, if any, of county adjusted gross income taxes that were applied by the taxing units in the county as property tax replacement credits to reduce the individual levies of the taxing units for the assessment year, as provided in IC 6-3.5-1.1; plus

(4) the amounts, if any, by which the maximum permissible ad valorem property tax levies of the taxing units of the county were reduced under IC 6-1.1-18.5-3(b) STEP EIGHT for the stated assessment year; plus

(5) the difference between:

(A) the amount determined in IC 6-1.1-18.5-3(e) STEP FOUR; minus

(B) the amount the civil taxing units' levies were increased because of the reduction in the civil taxing units' base year certified shares under IC 6-1.1-18.5-3(e).

(h) "December settlement sheet" means the certificate of settlement filed by the county auditor with the auditor of state, as required under IC 6-1.1-27-3.

(i) "Tax duplicate" means the roll of property taxes which each county auditor is required to prepare on or before March 1 of each year under IC 6-1.1-22-3.

SECTION 64. IC 6-1.1-29-9 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 9. (a) A county council may adopt an ordinance to abolish the county board of tax adjustment. This ordinance must be adopted by July 1 and may not be rescinded in the year it is adopted. Notwithstanding IC 6-1.1-17, IC 6-1.1-18, IC 6-1.1-19, ~~IC 12-19-3~~, ~~IC 12-19-7~~, IC 21-2-14, IC 36-8-6, IC 36-8-7, IC 36-8-7.5, IC 36-8-11, IC 36-9-3, IC 36-9-4, and IC 36-9-13, if such an ordinance is adopted, this section governs the treatment of tax rates, tax levies, and budgets that would otherwise be reviewed by a county board of tax adjustment under IC 6-1.1-17.

(b) The time requirements set forth in IC 6-1.1-17 govern all filings and notices.

(c) A tax rate, tax levy, or budget that otherwise would be reviewed by the county board of tax adjustment is considered and must be treated for all purposes as if the county board of tax adjustment approved the tax rate, tax levy, or budget. This includes the notice of tax rates that is required under IC 6-1.1-17-12.

SECTION 65. IC 6-3-1-3.5 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 1999 (RETROACTIVE)]: Sec. 3.5. When used in IC 6-3, the term "adjusted gross income" shall mean the following:

(a) In the case of all individuals, "adjusted gross income" (as defined in Section 62 of the Internal Revenue Code), modified as follows:

(1) Subtract income that is exempt from taxation under IC 6-3 by the Constitution and statutes of the United States.

(2) Add an amount equal to any deduction or deductions allowed or allowable pursuant to Section 62 of the Internal Revenue Code for taxes based on or measured by income and levied at the state level by any state of the United States or for taxes on property levied by any subdivision of any state of the United States.

(3) Subtract one thousand **five hundred** dollars (~~(\$1,000)~~; **(\$1,500)**), or in the case of a joint return filed by a husband and wife, subtract for each spouse one thousand **five hundred** dollars



~~(\$1,000):~~ **(\$1,500).**

(4) Subtract one thousand **five hundred** dollars ~~(\$1,000)~~ **(\$1,500)** for:

- (A) each of the exemptions provided by Section 151(c) of the Internal Revenue Code;
- (B) each additional amount allowable under Section 63(f) of the Internal Revenue Code; and
- (C) the spouse of the taxpayer if a separate return is made by the taxpayer, and if the spouse, for the calendar year in which the taxable year of the taxpayer begins, has no gross income and is not the dependent of another taxpayer.

~~(5) Subtract five hundred dollars (\$500) for each of the exemptions allowed under Section 151(c)(1)(B) of the Internal Revenue Code for taxable years beginning after December 31, 1996, and before January 1, 2001. This amount is in addition to the amount subtracted under subdivision (4).~~

~~(6)~~ **(5)** Subtract an amount equal to the lesser of:

- (A) that part of the individual's adjusted gross income (as defined in Section 62 of the Internal Revenue Code) for that taxable year that is subject to a tax that is imposed by a political subdivision of another state and that is imposed on or measured by income; or
- (B) two thousand dollars (\$2,000).

~~(7)~~ **(6)** Add an amount equal to the total capital gain portion of a lump sum distribution (as defined in Section 402(e)(4)(D) of the Internal Revenue Code), if the lump sum distribution is received by the individual during the taxable year and if the capital gain portion of the distribution is taxed in the manner provided in Section 402 of the Internal Revenue Code.

~~(8)~~ **(7)** Subtract any amounts included in federal adjusted gross income under Internal Revenue Code Section 111 as a recovery of items previously deducted as an itemized deduction from adjusted gross income.

~~(9)~~ **(8)** Subtract any amounts included in federal adjusted gross income under the Internal Revenue Code which amounts were received by the individual as supplemental railroad retirement annuities under 45 U.S.C. 231 and which are not deductible under subdivision (1).

~~(10)~~ **(9)** Add an amount equal to the deduction allowed under Section 221 of the Internal Revenue Code for married couples filing joint returns if the taxable year began before January 1, 1987.

~~(11)~~ **(10)** Add an amount equal to the interest excluded from federal gross income by the individual for the taxable year under Section 128 of the Internal Revenue Code, if the taxable year began before January 1, 1985.

~~(12)~~ **(11)** Subtract an amount equal to the amount of federal Social Security and Railroad Retirement benefits included in a taxpayer's federal gross income by Section 86 of the Internal Revenue Code.

~~(13)~~ **(12)** In the case of a nonresident taxpayer or a resident taxpayer residing in Indiana for a period of less than the taxpayer's entire taxable year, the total amount of the deductions allowed pursuant to subdivisions (3), (4), **and (5)** ~~and (6)~~ shall be reduced to an amount which bears the same ratio to the total as the taxpayer's income taxable in Indiana bears to the taxpayer's total income.

~~(14)~~ **(13)** In the case of an individual who is a recipient of assistance under IC 12-10-6-1, IC 12-10-6-2, IC 12-10-6-3, IC 12-15-2-2, or IC 12-15-7, subtract an amount equal to that portion of the individual's adjusted gross income with respect to which the individual is not allowed under federal law to retain an amount to pay state and local income taxes.

(b) In the case of corporations, the same as "taxable income" (as defined in Section 63 of the Internal Revenue Code) adjusted as follows:

(1) Subtract income that is exempt from taxation under IC 6-3 by the Constitution and statutes of the United States.



(2) Add an amount equal to any deduction or deductions allowed or allowable pursuant to Section 170 of the Internal Revenue Code.

(3) Add an amount equal to any deduction or deductions allowed or allowable pursuant to Section 63 of the Internal Revenue Code for taxes based on or measured by income and levied at the state level by any state of the United States or for taxes on property levied by any subdivision of any state of the United States.

(4) Subtract an amount equal to the amount included in the corporation's taxable income under Section 78 of the Internal Revenue Code.

(c) In the case of trusts and estates, "taxable income" (as defined for trusts and estates in Section 641(b) of the Internal Revenue Code) reduced by income that is exempt from taxation under IC 6-3 by the Constitution and statutes of the United States.

SECTION 66. IC 6-3.5-1.1-18 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 1999 (RETROACTIVE)]: Sec. 18. (a) Except as otherwise provided in this chapter, all provisions of the adjusted gross income tax law (IC 6-3) concerning:

- (1) definitions;
- (2) declarations of estimated tax;
- (3) filing of returns;
- (4) remittances;
- (5) incorporation of the provisions of the Internal Revenue Code;
- (6) penalties and interest;
- (7) exclusion of military pay credits for withholding; and
- (8) exemptions and deductions;

apply to the imposition, collection, and administration of the tax imposed by this chapter.

(b) The provisions of ~~IC 6-3-1-3.5(a)(6)~~, **IC 6-3-1-3.5(a)(5)**, IC 6-3-3-3, IC 6-3-3-5, and IC 6-3-5-1 do not apply to the tax imposed by this chapter.

(c) Notwithstanding subsections (a) and (b), each employer shall report to the department the amount of withholdings attributable to each county. This report shall be submitted annually along with the employer's annual withholding report.

SECTION 67. IC 6-3.5-6-18.5 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 18.5. (a) This section applies to a county containing a consolidated city.

(b) Notwithstanding section 18(e) of this chapter, the distributive shares that each civil taxing unit in a county containing a consolidated city is entitled to receive during a month equals the following:

(1) For the calendar year beginning January 1, 1995, calculate the total amount of revenues that are to be distributed as distributive shares during that month multiplied by the following factor:

Center Township	.0251
Decatur Township	.00217
Franklin Township	.0023
Lawrence Township	.01177
Perry Township	.01130
Pike Township	.01865
Warren Township	.01359
Washington Township	.01346
Wayne Township	.01307
Lawrence-City	.00858
Beech Grove	.00845
Southport	.00025
Speedway	.00722
Indianapolis/Marion County	.86409



(2) Notwithstanding subdivision (1), for the calendar year beginning January 1, 1995, the distributive shares for each civil taxing unit in a county containing a consolidated city shall be not less than the following:

Center Township	\$1,898,145
Decatur Township	\$ 164,103
Franklin Township	\$ 173,934
Lawrence Township	\$ 890,086
Perry Township	\$ 854,544
Pike Township	\$1,410,375
Warren Township	\$1,027,721
Washington Township	\$1,017,890
Wayne Township	\$ 988,397
Lawrence-City	\$ 648,848
Beech Grove	\$ 639,017
Southport	\$ 18,906
Speedway	\$ 546,000

(3) For each year after 1995, calculate the total amount of revenues that are to be distributed as distributive shares during that month as follows:

STEP ONE: Determine the total amount of revenues that were distributed as distributive shares during that month in calendar year 1995.

STEP TWO: Determine the total amount of revenue that the department has certified as distributive shares for that month under section 17 of this chapter for the calendar year.

STEP THREE: Subtract the STEP ONE result from the STEP TWO result.

STEP FOUR: If the STEP THREE result is less than or equal to zero (0), multiply the STEP TWO result by the ratio established under subdivision (1).

STEP FIVE: Determine the ratio of:

(A) the maximum permissible property tax levy under IC 6-1.1-18.5 ~~and IC 6-1.1-18.6~~ for each civil taxing unit for the calendar year in which the month falls; divided by

(B) the sum of the maximum permissible property tax levies under IC 6-1.1-18.5 ~~and IC 6-1.1-18.6~~ for all civil taxing units of the county during the calendar year in which the month falls.

STEP SIX: If the STEP THREE result is greater than zero (0), the STEP ONE amount shall be distributed by multiplying the STEP ONE amount by the ratio established under subdivision (1).

STEP SEVEN: For each taxing unit determine the STEP FIVE ratio multiplied by the STEP TWO amount.

STEP EIGHT: For each civil taxing unit determine the difference between the STEP SEVEN amount minus the product of the STEP ONE amount multiplied by the ratio established under subdivision (1). The STEP THREE excess shall be distributed as provided in STEP NINE only to the civil taxing units that have a STEP EIGHT difference greater than or equal to zero (0).

STEP NINE: For the civil taxing units qualifying for a distribution under STEP EIGHT, each civil taxing unit's share equals the STEP THREE excess multiplied by the ratio of:

(A) the maximum permissible property tax levy under IC 6-1.1-18.5 ~~and IC 6-1.1-18.6~~ for the qualifying civil taxing unit during the calendar year in which the month falls; divided by

(B) the sum of the maximum permissible property tax levies under IC 6-1.1-18.5 ~~and IC 6-1.1-18.6~~ for all qualifying civil taxing units of the county during the calendar year in



which the month falls.

SECTION 68. IC 6-3.5-6-22 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 1999 (RETROACTIVE)]: Sec. 22. (a) Except as otherwise provided in subsection (b) and the other provisions of this chapter, all provisions of the adjusted gross income tax law (IC 6-3) concerning:

- (1) definitions;
- (2) declarations of estimated tax;
- (3) filing of returns;
- (4) deductions or exemptions from adjusted gross income;
- (5) remittances;
- (6) incorporation of the provisions of the Internal Revenue Code;
- (7) penalties and interest; and
- (8) exclusion of military pay credits for withholding;

apply to the imposition, collection, and administration of the tax imposed by this chapter.

(b) The provisions of ~~IC 6-3-1-3.5(a)(6)~~, **IC 6-3-1-3.5(a)(5)**, IC 6-3-3-3, IC 6-3-3-5, and IC 6-3-5-1 do not apply to the tax imposed by this chapter.

(c) Notwithstanding subsections (a) and (b), each employer shall report to the department the amount of withholdings attributable to each county. This report shall be submitted along with the employer's other withholding report.

SECTION 69. IC 6-3.5-7-18 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 1999 (RETROACTIVE)]: Sec. 18. (a) Except as otherwise provided in this chapter, all provisions of the adjusted gross income tax law (IC 6-3) concerning:

- (1) definitions;
- (2) declarations of estimated tax;
- (3) filing of returns;
- (4) remittances;
- (5) incorporation of the provisions of the Internal Revenue Code;
- (6) penalties and interest;
- (7) exclusion of military pay credits for withholding; and
- (8) exemptions and deductions;

apply to the imposition, collection, and administration of the tax imposed by this chapter.

(b) The provisions of ~~IC 6-3-1-3.5(a)(6)~~, **IC 6-3-1-3.5(a)(5)**, IC 6-3-3-3, IC 6-3-3-5, and IC 6-3-5-1 do not apply to the tax imposed by this chapter.

(c) Notwithstanding subsections (a) and (b), each employer shall report to the department the amount of withholdings attributable to each county. This report shall be submitted annually along with the employer's annual withholding report.

SECTION 70. IC 6-5.5-8-2 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 2. (a) On or before February 1, May 1, August 1, and December 1 of each year the auditor of state shall transfer to each county auditor for distribution to the taxing units (as defined in IC 6-1.1-1-21) in the county, an amount equal to one-fourth (1/4) of the sum of the guaranteed amounts for all the taxing units of the county. On or before August 1 of each year the auditor of state shall transfer to each county auditor the supplemental distribution for the county for the year. **For purposes of determining distributions under subsection (b), the state board of tax commissioners shall determine a state welfare allocation for each county calculated as follows:**

(1) For 2000, the state welfare allocation for each county equals the greater of zero (0) or the difference between:

(A) the amount that would be distributed to the taxing unit that is a county under subsection (b), if the property tax levies for the county's county welfare fund, county welfare administration fund, and county family and children's fund that were calculated



for 2000 but not imposed because of the repeal of IC 12-19-3, IC 12-19-4, and IC 12-19-7-4 are considered in determining the county unit's distribution; minus (B) the amount that would be distributed to the taxing unit that is a county under subsection (b) if the property tax levies for the county's county welfare fund, county welfare administration fund, and county family and children's fund that were calculated for 2000 but not imposed because of the repeal of IC 12-19-3, IC 12-19-4, and IC 12-19-7-4 are not considered in determining the county unit's distribution.

(2) For 2001 and each year thereafter, the state welfare allocation for each county equals the greater of zero (0) or the amount determined under the following formula:

STEP ONE: For 1997, 1998, and 1999, determine the result of:

(A) the property taxes collected by the county in the year for the county's county welfare fund, county welfare administration fund, and county family and children's fund; divided by

(B) the total property taxes collected by all the taxing units in the county in the year.

STEP TWO: Determine the sum of the results determined in STEP ONE.

STEP THREE: Divide the STEP TWO result by three (3).

STEP FOUR: Determine the amount that would otherwise be distributed to all the taxing units in the county under subsection (b) without regard to this subdivision.

STEP FIVE: Determine the result of:

(A) the STEP FOUR amount; multiplied by

(B) the STEP THREE result.

The state welfare allocation shall be deducted from the distributions otherwise payable under subsection (b) to the taxing unit that is a county and shall be deposited in the state general fund.

(b) A taxing unit's guaranteed distribution for a year is the greater of zero (0) or an amount equal to:

(1) the amount received by the taxing unit under IC 6-5-10 and IC 6-5-11 in 1989; minus

(2) the amount to be received by the taxing unit in the year of the distribution, as determined by the state board of tax commissioners, from property taxes attributable to the personal property of banks, exclusive of the property taxes attributable to personal property leased by banks as the lessor where the possession of the personal property is transferred to the lessee; **minus**

(3) **in the case of a taxing unit that is a county, the amount that would have been received by the taxing unit in the year of the distribution, as determined by the state board of tax commissioners, from property taxes that:**

(A) **were calculated for the county's county welfare fund, county welfare administration fund, and county family and children's fund for 2000 but were not imposed because of the repeal of IC 12-19-3, IC 12-19-4, and IC 12-19-7-4; and**

(B) **would have been attributable to the personal property of banks, exclusive of the property taxes attributable to personal property leased by banks as the lessor where the possession of the personal property is transferred to the lessee.**

(c) The amount of the supplemental distribution for a county for a year shall be determined using the following formula:

STEP ONE: Determine the greater of zero (0) or the difference between:

(A) one-half (1/2) of the taxes that the department estimates will be paid under this article during the year; minus

(B) the sum of all the guaranteed distributions, **before the subtraction of all state welfare allocations under subsection (a)**, for all taxing units in all counties plus the bank personal property taxes to be received by all taxing units in all counties, as determined under subsection (b)(2) for the year.



STEP TWO: Determine the quotient of:

- (A) the amount received under IC 6-5-10 and IC 6-5-11 in 1989 by all taxing units in the county; divided by
- (B) the sum of the amounts received under IC 6-5-10 and IC 6-5-11 in 1989 by all taxing units in all counties.

STEP THREE: Determine the product of:

- (A) the amount determined in STEP ONE; multiplied by
- (B) the amount determined in STEP TWO.

STEP FOUR: Determine the greater of zero (0) or the difference between:

- (A) the amount of supplemental distribution determined in STEP THREE for the county; minus
- (B) the amount of refunds granted under IC 6-5-10-7 that have yet to be reimbursed to the state by the county treasurer under IC 6-5-10-13.

For the supplemental distribution made on or before August 1 of each year, the department shall adjust the amount of each county's supplemental distribution to reflect the actual taxes paid under this article for the preceding year.

(d) **Except as provided in subsection (f)**, the amount of the supplemental distribution for each taxing unit shall be determined using the following formula:

STEP ONE: Determine the quotient of:

- (A) the amount received by the taxing unit under IC 6-5-10 and IC 6-5-11 in 1989; divided by
- (B) the sum of the amounts used in STEP ONE (A) for all taxing units located in the county.

STEP TWO: Determine the product of:

- (A) the amount determined in STEP ONE; multiplied by
- (B) the supplemental distribution for the county, as determined in subsection (c), STEP FOUR.

(e) The county auditor shall distribute the guaranteed and supplemental distributions received under subsection (a) to the taxing units in the county at the same time that the county auditor makes the semiannual distribution of real property taxes to the taxing units.

(f) **The amount of a supplemental distribution paid to a taxing unit that is a county shall be reduced by an amount equal to:**

(1) **the amount the county would receive under subsection (d) without regard to this subsection; minus**

(2) **an amount equal to:**

(A) **the amount under subdivision (1); multiplied by**

(B) **the result determined as follows:**

(i) **For 2000, determine the sum of the property tax levies for the county's county welfare fund, county welfare administration fund, and county family and children's fund that were calculated for 2000 but were not imposed because of the repeal of IC 12-19-3, IC 12-19-4, and IC 12-19-7-4. Divide that sum by the sum of the total property taxes that were imposed by the county for 2000 plus the sum of the property tax levies for the county's county welfare fund, county welfare administration fund, and county family and children's fund that were calculated for 2000 but were not imposed because of the repeal of IC 12-19-3, IC 12-19-4, and IC 12-19-7-4.**

(ii) **For 2001 and each year thereafter, determine the result of the property taxes collected by the county in 1997, 1998, and 1999 for the county's county welfare fund, county welfare administration fund, and county family and children's fund, divided by the total property taxes collected by all the taxing units in the county in the year.**



Divide that sum by three (3).

SECTION 71. IC 6-6-5-10 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 10. (a) The bureau shall establish procedures necessary for the collection of the tax imposed by this chapter and for the proper accounting for the same. The necessary forms and records shall be subject to approval by the state board of accounts.

(b) The county treasurer upon receiving the excise tax collections shall receipt such collections into a separate account for settlement thereof at the same time as property taxes are accounted for and settled in June and December of each year, with the right and duty of the treasurer and auditor to make advances prior to the time of final settlement of such property taxes in the same manner as provided in IC 5-13-6-3.

(c) The county auditor shall determine the total amount of excise taxes collected for each taxing unit in the county and the amount so collected (**and the distributions received under section 9.5 of this chapter**) shall be apportioned and distributed among the respective funds of each taxing unit in the same manner and at the same time as property taxes are apportioned and distributed. **However, the following apply for purposes of determining distributions under this section:**

(1) For 2000, the state board of tax commissioners shall determine the distribution that would be made to the respective funds of each taxing unit in the county if the property tax levies for the county's county welfare fund, county welfare administration fund, and county family and children's fund that were calculated for 2000 but not imposed because of the repeal of IC 12-19-3, IC 12-19-4, and IC 12-19-7-4 are considered to have been distributed as property taxes. The state board of tax commissioners shall for 2000 determine a state welfare allocation for each county that equals the amount of excise tax that would otherwise be distributed to the county under this section based on the property tax levies for the county's county welfare fund, county welfare administration fund, and county family and children's fund that were calculated for 2000 but were not imposed because of the repeal of IC 12-19-3, IC 12-19-4, and IC 12-19-7-4. The state welfare allocation shall be deducted from the distributions otherwise payable to the civil taxing unit that is a county. The county auditor shall remit the state welfare allocation to the treasurer of state for deposit in the state general fund.

(2) For 2001 and each year thereafter, the state welfare allocation for each county equals the greater of zero (0) or the amount determined under STEP FIVE of the following STEPS:

STEP ONE: For 1997, 1998, and 1999, determine the result of:

(i) the property taxes collected by the county in the year for the county's county welfare fund, county welfare administration fund, and county family and children's fund; divided by

(ii) the total property taxes collected by all the taxing units in the county in the year.

STEP TWO: Determine the sum of the results determined in STEP ONE.

STEP THREE: Divide the STEP TWO result by three (3).

STEP FOUR: Determine the amount that would otherwise be distributed to all the taxing units in the county under this subsection without regard to this subdivision.

STEP FIVE: Determine the result of:

(i) the STEP FOUR amount; multiplied by

(ii) the STEP THREE result.

The state welfare allocation shall be deducted from the total amount available for apportionment and distribution to taxing units under this section before any apportionment and distribution is made. The county auditor shall remit the state welfare allocation to the treasurer of state for deposit in the state general fund.



(d) Such determination shall be made from copies of vehicle registration forms furnished by the bureau of motor vehicles. Prior to such determination, the county assessor of each county shall, from copies of registration forms, cause information pertaining to legal residence of persons owning taxable vehicles to be verified from his records, to the extent such verification can be so made. He shall further identify and verify from his records the several taxing units within which such persons reside.

(e) Such verifications shall be done by not later than thirty (30) days after receipt of vehicle registration forms by the county assessor, and the assessor shall certify such information to the county auditor for his use as soon as it is checked and completed.

SECTION 72. IC 12-7-2-91 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 91. "Fund" means the following:

- (1) For purposes of IC 12-12-1-9, the fund described in IC 12-12-1-9.
- (2) For purposes of IC 12-13-8, the meaning set forth in IC 12-13-8-1.
- (3) For purposes of IC 12-15-20, the meaning set forth in IC 12-15-20-1.
- (4) For purposes of IC 12-17-12, the meaning set forth in IC 12-17-12-4.
- (5) For purposes of IC 12-18-4, the meaning set forth in IC 12-18-4-1.
- (6) For purposes of IC 12-18-5, the meaning set forth in IC 12-18-5-1.
- ~~(7) For purposes of IC 12-19-3, the meaning set forth in IC 12-19-3-1.~~
- ~~(8) For purposes of IC 12-19-4, the meaning set forth in IC 12-19-4-1.~~
- ~~(9)~~ (7) For purposes of IC 12-19-7, the meaning set forth in IC 12-19-7-2.
- ~~(10)~~ (8) For purposes of IC 12-23-2, the meaning set forth in IC 12-23-2-1.
- ~~(11)~~ (9) For purposes of IC 12-24-6, the meaning set forth in IC 12-24-6-1.
- ~~(12)~~ (10) For purposes of IC 12-24-14, the meaning set forth in IC 12-24-14-1.
- ~~(13)~~ (11) For purposes of IC 12-30-7, the meaning set forth in IC 12-30-7-3.

SECTION 73. IC 12-13-7-17 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 17. The part of the care and maintenance of the inmates of the Plainfield Juvenile Correctional Facility and the Indianapolis Juvenile Correctional Facility that under law is to be charged back to the counties shall be paid from the county general fund ~~and not the county welfare fund or the county family and children's fund~~, unless otherwise provided by law.

SECTION 74. IC 12-19-1-21 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2000]: **Sec. 21. Notwithstanding any other law, after December 31, 1999, a county may not impose any of the following:**

- (1) **A property tax levy for a county welfare fund.**
- (2) **A property tax levy for a county welfare administration fund.**
- (3) **A property tax levy for a county family and children's fund.**

SECTION 75. IC 12-19-1-22 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2000]: **Sec. 22. (a) All bonds issued and loans made under IC 12-1-11 (before its repeal) or this article before January 1, 2000:**

- (1) **are direct general obligations of the county issuing the bonds or making the loans; and**
- (2) **are payable out of unlimited ad valorem taxes that shall be levied and collected on all taxable property within the county.**

(b) Each official and body responsible for the levying of taxes for the county must ensure that sufficient levies are made to meet the principal and interest on the bonds and loans at the time fixed for the payment of the principal and interest, without regard to any other statute. If an official or a body fails or refuses to make or allow a sufficient levy required by this section, the bonds and loans and the interest on the bonds and loans shall be payable out of the county general fund without appropriation.

SECTION 76. IC 12-19-7-3 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 3. (a) A family and children's fund is established in each county. ~~The fund shall be~~



raised by a separate tax levy (the county family and children property tax levy) that:

- (1) is in addition to all other tax levies authorized; and
- (2) shall be levied annually by the county fiscal body on all taxable property in the county in the amount necessary to raise the part of the fund that the county must raise to pay the items, awards, claims, allowances, assistance, and other expenses set forth in the annual budget under section 6 of this chapter.

(b) The tax imposed under this section shall be collected as other state and county ad valorem taxes are collected. **Notwithstanding any other law, after December 31, 1999, a county may not impose a property tax levy for the family and children's fund.**

(c) The following shall be paid into the county treasury and constitute the family and children's fund:

- (1) All receipts from the tax imposed under this section.
- (2) ~~(1) All grants-in-aid; money allocated by the division to the county~~ whether received from the federal government or state government.
- (3) ~~(2) Any other money required by law to be placed in the fund.~~

(d) The fund is available for the purpose of paying expenses and obligations set forth in the annual budget that is submitted and approved.

SECTION 78. THE FOLLOWING ARE REPEALED [EFFECTIVE JANUARY 1, 2000]: IC 6-1.1-18.6; IC 6-1.1-17-18; IC 6-3-2.5-1; IC 6-3-2.5-10; IC 12-13-9-4; IC 12-19-3; IC 12-19-4; IC 12-19-5; IC 12-19-7-4; IC 12-19-7-5; IC 12-19-7-9; IC 12-19-7-10; IC 12-19-7-16; IC 12-19-7-17; IC 12-19-7-18; IC 12-19-7-19; IC 12-19-7-20; IC 12-19-7-21; IC 12-19-7-22; IC 12-19-7-23; IC 12-19-7-24; IC 12-19-7-25; IC 12-19-7-26; IC 12-19-7-27; IC 12-19-7-28; IC 12-19-7-29; IC 12-19-7-30; IC 12-19-7-31; IC 12-19-7-32; IC 12-19-7-33.

SECTION 79. [EFFECTIVE JULY 1, 1999] (a) **Notwithstanding the January 1, 2000, amendment of IC 12-19-7 by this act, each county:**

- (1) shall in 1999 adopt a county family and children's budget for 2000;
- (2) shall in 1999 determine the property tax levy under IC 12-19-7 that would have been imposed in 2000 if those provisions had not been repealed by this act;
- (3) is responsible in 2000 for providing all family and children's services, programs, and activities that were funded in 1999 from the county family and children's fund (or from the county general fund if the county paid for family and children's services, programs, and activities from the county general fund in 1999); and
- (4) is entitled to a reimbursement under this SECTION for expenses incurred in providing the services, programs, and activities described in subdivision (3).

(b) **Notwithstanding any other law, after December 31, 1999, a county may not impose any of the following:**

- (1) A property tax levy for a county welfare fund.
- (2) A property tax levy for a county welfare administration fund.
- (3) A property tax levy for a county family and children's fund.

(c) Before January 1, 2000, the board of tax commissioners shall for each county certify to the budget agency an estimate of the gross tax levy that would have been imposed in 2000 in the county under IC 12-19-7 if that provision had not been amended by this act. This amount is the county's estimated welfare property tax replacement distribution. The estimate under this subsection shall be made without regard to any homestead credits or property tax replacement credits that will applied to property taxes in the county in 2000.

(d) Before January 15, 2000, the auditor of state shall distribute to each county treasurer from the state general fund one-fourth (1/4) of the estimated welfare property tax replacement distribution for 2000 for that county. Before March 1, 2000, the state board of tax



commissioners shall for each county certify to the budget agency a revised estimate of the tax levy that would have been collected in 2000 in the county under IC 12-19-7 if that provision had not been amended by this act. Before April 1, 2000, the auditor of state shall distribute to each county treasurer from the state general fund an amount equal to one-fourth (1/4) of the revised estimated welfare property tax replacement distribution for 2000 for that county adjusted as follows:

(1) If the difference between:

(A) the distribution made under this subsection to the county in January, 2000; minus

(B) one-fourth (1/4) of the revised estimated welfare property tax replacement distribution for 2000 for that county;

is positive, the auditor of state shall subtract the amount determined under this subdivision from the county's distribution.

(2) If the difference between:

(A) the distribution made under this subsection to the county in January, 2000; minus

(B) one-fourth (1/4) of the revised estimated welfare property tax replacement distribution for 2000 for that county;

is negative, the auditor of state shall add an amount equal to the absolute value of the amount determined under this subdivision to the county's distribution.

On July 1, 2000, and October 1, 2000, the auditor of state shall distribute to each county treasurer from the state general fund one-fourth (1/4) of the revised estimated welfare property tax replacement distribution for 2000 for that county.

(e) All distributions provided for in this SECTION shall be made on warrants issued by the auditor of state drawn on the treasurer of state.

(f) The amounts necessary to make the distributions of welfare property tax replacement credits required by this SECTION are appropriated from the state general fund.

(g) This SECTION expires January 1, 2002.

Page 56, between lines 20 and 21, begin a new line and insert:

"(g) There is annually appropriated to the division of family and children an amount sufficient to fulfill the requirements of this SECTION.

(h) Fund balances within each county's county welfare fund, county welfare administration fund, and county family and children's fund are available to the division of family and children beginning January 1, 2000, for use in fulfilling the requirements of this SECTION.

(i) With the approval of the state budget agency, any balance of unexpended funds appropriated to the division on July 1, 1999 does not revert at the end of FY 1999-2000 and is available to the division for expenditure in FY 2000-2001."

Line 21, delete "(g)" and insert "(j)".

SECTION 80. [EFFECTIVE JULY 1, 1999] (a) The state board of tax commissioners shall adjust each county's maximum permissible property tax levy under IC 6-1.1-18.5 for property taxes payable in 2000 and thereafter to reflect the repeal of IC 12-19-4 by this act. The state board of tax commissioners shall decrease each county's maximum permissible property tax levy under IC 6-1.1-18.5 by the amount of property taxes imposed in the county under IC 12-19-4 in 1999. For each county that paid for family and children's services, programs, and activities from the county general fund in 1999, the state board of tax commissioners shall also decrease the county's maximum permissible property tax levy under IC 6-1.1-18.5 for property taxes payable in 2000 by the amount of property taxes imposed in 1999 in the county for the general fund to pay for family and children's services, programs, and activities.

(b) This SECTION expires January 1, 2001.

SECTION 81. [EFFECTIVE JANUARY 1, 1999 (RETROACTIVE)]: IC 6-3-1-3.5, as amended



by this act, applies to taxable years beginning after December 31, 1998.

SECTION 81. [EFFECTIVE JULY 1, 1999] IC 6-1.1-18.5-2, as amended by this act, applies to maximum property tax levies after 1999.

SECTION 82. IC 6-1.1-19-1.5 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 1.5. (a) The following definitions apply throughout this section and IC 21-3-1.7:

(1) "Adjusted general fund property tax rate" means the school corporation's actual rate adjusted by the school corporation's assessment ratio as determined by the state board of tax commissioners.

(2) "Previous year adjusted general fund property tax rate" means a school corporation's previous year adjusted general fund property tax rate as determined under this section but after the reductions cited in IC 21-3-1.7-5(1), IC 21-3-1.7-5(2), and IC 21-3-1.7-5(3).

"Adjustment factor" means the adjustment factor determined by the state board of tax commissioners for a school corporation under IC 6-1.1-34.

(2) "Adjusted target property tax rate" means:

(A) the school corporation's target general fund property tax rate determined under IC 21-3-1.7-6.8; multiplied by

(B) the school corporation's adjustment factor.

(3) "Previous year property tax rate" means the school corporation's previous year general fund property tax rate after the reductions cited in IC 21-3-1.7-5(1), IC 21-3-1.7-5(2), and IC 21-3-1.7-5(3).

(b) Except as otherwise provided in this chapter, a school corporation may not, for an ensuing calendar year, impose a general fund ad valorem property tax levy which exceeds the following:

STEP ONE: Determine the school corporation's target general fund property tax rate under IC 21-3-1.7-6.8.

STEP TWO: Subtract the school corporation's previous year general fund property tax rate before the assessment ratio adjustment but after the reductions cited in IC 21-3-1.7-5(1), IC 21-3-1.7-5(2), and IC 21-3-1.7-5(3) from the school corporation's target general fund property tax rate determined under STEP ONE:

STEP THREE: Determine the levy resulting from the school corporation's previous year adjusted general fund property tax rate:

(A) plus the lesser of:

(i) in 1998 only, the STEP TWO result divided by two (2);

(ii) the STEP TWO result; or

(iii) fifteen cents (\$.15);

if the school corporation's previous year general fund property tax rate before the assessment ratio adjustment but after the reductions cited in IC 21-3-1.7-5(1), IC 21-3-1.7-5(2), and IC 21-3-1.7-5(3) is not more than the school corporation's target general fund property tax rate determined under STEP ONE; or

(B) minus the lesser of:

(i) the absolute value of the STEP TWO result; or

(ii) twenty-five cents (\$.25);

if the school corporation's previous year general fund property tax rate before the assessment ratio adjustment but after the reductions cited in IC 21-3-1.7-5(1), IC 21-3-1.7-5(2), and IC 21-3-1.7-5(3) exceeds the school corporation's target general fund property tax rate determined under STEP ONE:

STEP FOUR: Determine the sum of:

(A) the STEP THREE amount; plus



(B) an amount equal to the annual decrease in federal aid to impacted areas from the year preceding the ensuing calendar year by three (3) years to the year preceding the ensuing calendar year by two (2) years.

STEP ONE: Determine the result of:

- (A) the school corporation's adjusted target property tax rate; minus
- (B) the school corporation's previous year property tax rate.

STEP TWO: Determine the result of:

- (A) the school corporation's target general fund property tax rate determined under IC 21-3-1.7-6.8; multiplied by
- (B) the quotient resulting from:
 - (i) the absolute value of the result of the school corporation's adjustment factor minus one (1); divided by
 - (ii) two (2).

STEP THREE: If the school corporation's adjusted target property tax rate:

- (A) exceeds the school corporation's previous year property tax rate, perform the calculation under STEP FOUR and not under STEP FIVE;
- (B) is less than the school corporation's previous year property tax rate, perform the calculation under STEP FIVE and not under STEP FOUR; or
- (C) equals the school corporation's previous year property tax rate, determine the levy resulting from using the school corporation's adjusted target property tax rate and do not perform the calculation under STEP FOUR or STEP FIVE.

STEP FOUR: Determine the levy resulting from using the school corporation's previous year property tax rate after increasing the rate by the lesser of:

- (A) the STEP ONE result; or
- (B) the sum of:
 - (i) fifteen cents (\$0.15); plus
 - (ii) if the school corporation's adjustment factor is more than one (1), the STEP TWO result.

STEP FIVE: Determine the levy resulting from using the school corporation's previous year property tax rate after reducing the rate by the lesser of:

- (A) the absolute value of the STEP ONE result; or
- (B) the sum of:
 - (i) twenty-five cents (\$0.25); plus
 - (ii) if the school corporation's adjustment factor is less than one (1), the STEP TWO result.

STEP SIX: Determine the result of:

- (A) the STEP THREE (C), STEP FOUR, or STEP FIVE result, whichever applies; plus
- (B) an amount equal to the annual decrease in federal aid to impacted areas from the year preceding the ensuing calendar year by three (3) years to the year preceding the ensuing calendar year by two (2) years.

The maximum levy is to include the portion of any excessive levy and the levy for new facilities.

(c) For purposes of this section, "total assessed value", as adjusted under subsection (d), with respect to a school corporation means the total assessed value of all taxable property for ad valorem property taxes first due and payable during that year.

(d) The state board of tax commissioners may adjust the total assessed value of a school corporation to eliminate the effects of appeals and settlements arising from a statewide general reassessment of real property.

(e) The state board shall annually establish an assessment ratio **and adjustment factor** for each



school corporation to be used upon the review and recommendation of the budget committee. The information compiled, including background documentation, may not be used in a:

- (1) review of an assessment under IC 6-1.1-8, IC 6-1.1-13, IC 6-1.1-14, or IC 6-1.1-15;
- (2) petition for a correction of error under IC 6-1.1-15-12; or
- (3) petition for refund under IC 6-1.1-26.

(f) All tax rates shall be computed by rounding the rate to the nearest one-hundredth of a cent (\$0.0001). **All tax levies shall be computed by rounding the levy to the nearest dollar amount.**

SECTION 83. IC 6-1.1-34-6 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 6. (a) After the state board of tax commissioners calculates a new assessment ratio for a school corporation and before publishing the new ratio, the board shall send a notice of the new assessment ratio to the county auditor, the county assessor, and the governing body of the school corporation. The state board of tax commissioners shall send these notices ~~on or before the second Tuesday in May~~ **March 2** of each year in which the board calculates a new assessment ratio for the school corporation.

(b) Within thirty (30) days after notification of a new assessment ratio, the county auditor, the county assessor, or the governing body of the school corporation may:

- (1) examine and verify the state board of tax commissioners' data; and
- (2) make suggestions concerning the values established by the board.

(c) Before April 15 of each year in which the board calculates a new assessment ratio for the school corporation, the state board of tax commissioners shall publish the new assessment ratio.

SECTION 84. IC 6-1.1-34-7 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 7. Each year in which the state board of tax commissioners computes a new assessment ratio for a school corporation, the board shall also compute a new adjustment factor for the school corporation. If the school corporation's assessment ratio for a year is more than ninety-nine percent (99%) but less than one hundred one percent (101%) of the state average assessment ratio for that year, the school corporation's adjustment factor is the number one (1). In all other cases, the school corporation's adjustment factor equals (1) the state average assessment ratio for a year, divided by (2) the school corporation's assessment ratio for that year. The state board of tax commissioners shall notify the school corporation of its new adjustment factor ~~on or before July 1st~~ **March 2** of the year in which the board calculates the new adjustment factor.

SECTION 85. IC 21-3-1.7-5 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 5. As used in this chapter, "tuition support levy" means with respect to a school corporation for a year the maximum general fund ad valorem property tax levy for the school corporation determined under IC 6-1.1-19-1.5 reduced by the following:

- (1) An amount equal to the annual decrease in federal aid to impacted areas from the year preceding the ensuing calendar year by three (3) years to the year preceding the ensuing calendar year by two (2) years.
- (2) The original amount of any excessive tax levy the school corporation imposed as a result of the passage, during the preceding year, of a referendum under ~~IC 6-1.1-19-4(c)(1)(bb)~~ or IC 6-1.1-19-4.5(c) for taxes first due and payable during the year.
- (3) The portion of the maximum general fund levy for the year that equals the original amount of the levy imposed by the school corporation to cover the costs of opening a new school facility during the preceding year.

SECTION 86. IC 21-3-1.7-6.6 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 6.6. (a) For purposes of this chapter, a school corporation's "adjusted current ADM" **without a specified year** is the result determined under ~~STEP SEVEN of the following formula~~ **this section for funding for the current year. Whenever there is a reference to an adjusted ADM for a specified year, previous year, or following year, adjusted ADM is the ADM**



for the referenced year after the adjustments that were in effect for the referenced year under this section.

STEP ONE: Determine the result of the school corporation's ADM for the previous year minus the school corporation's current ADM.

STEP TWO: Multiply the STEP ONE result by eight-tenths (0.8).

STEP THREE: Determine the greater of the following:

(A) The STEP TWO result.

(B) Zero (0).

STEP FOUR: Determine the greater of zero (0) or the result of the school corporation's ADM for the year preceding the current year by two (2) minus the school corporation's ADM for the previous year.

STEP FIVE: Multiply the STEP FOUR result by six-tenths (0.6).

STEP SIX: This STEP applies if the STEP TWO result is negative. Determine the greater of the following:

(A) The STEP FIVE result minus the absolute value of the STEP TWO result.

(B) Zero (0).

STEP SEVEN: Determine the sum of the following:

(A) The school corporation's current ADM.

(B) The result determined under STEP THREE.

(C) The result determined under:

(i) STEP SIX if applicable; or

(ii) STEP FIVE, if STEP SIX does not apply.

(b) This subsection applies only to a school corporation that has an ADM for the current year that is greater than the school corporation's ADM for 1999. The school corporation's adjusted ADM is its ADM for 1999 plus the result of the following:

STEP ONE: Determine the result of:

(A) the school corporation's ADM for the current year; minus

(B) the school corporation's ADM for 1999.

STEP TWO: If the STEP ONE result is:

(A) at least one hundred twenty (120), multiply the STEP ONE result by nine-tenths (0.9);

(B) at least twenty-five (25) and less than one hundred twenty (120), multiply the STEP ONE result by six-tenths (0.6); or

(C) less than twenty-five (25), multiply the STEP ONE result by one-tenth (0.1).

Round the result to the nearest five-tenths (0.5).

(c) This subsection does not apply to a school corporation that has had an increasing ADM every year since 1997. For purposes of this section, adjusted ADM for 2000 means the school corporation's ADM adjusted for any increases for 2000 under subsection (b). For 2000, a school corporation's adjusted ADM shall be increased using the following declining enrollment formula:

STEP ONE: Determine the greatest of the following:

(A) The school corporation's ADM for the year preceding the current year by two (2) years.

(B) The school corporation's ADM for the year preceding the current year by one (1) year.

(C) The school corporation's adjusted ADM for 2000.

STEP TWO: Determine the greater of zero (0) or the result of:

(A) the school corporation's ADM for the year preceding the current year by three (3)



years; minus

(B) the STEP ONE amount.

STEP THREE: Determine the greater of the following:

(A) The school corporation's ADM for the year preceding the current year by one (1) year.

(B) The school corporation's adjusted ADM for 2000.

STEP FOUR: Determine the greater of zero (0) or the result of:

(A) the school corporation's ADM for the year preceding the current year by two (2) years; minus

(B) the STEP THREE amount.

STEP FIVE: Determine the greater of zero (0) or the result of:

(A) the school corporation's ADM for the year preceding the current year by one (1) year; minus

(B) the school corporation's adjusted ADM for 2000.

STEP SIX: Determine the sum of the following:

(A) The STEP TWO result multiplied by four-tenths (0.4).

(B) The STEP FOUR result multiplied by six-tenths (0.6).

(C) The STEP FIVE result multiplied by eight-tenths (0.8).

STEP SEVEN: Determine the result of:

(A) the school corporation's adjusted ADM for 2000; plus

(B) the STEP SIX result.

Round the result to the nearest five-tenths (0.5).

(d) This subsection does not apply to a school corporation that has had an increasing ADM every year for the previous four (4) years. For purposes of this section, adjusted ADM means the ADM determined under subsection (b) if that subsection applies, otherwise, adjusted ADM is the school corporation's actual ADM. Beginning in 2001, a school corporation's adjusted ADM shall be increased using the following declining enrollment formula:

STEP ONE: Determine the greatest of the following:

(A) The school corporation's ADM for the year preceding the current year by three (3) years.

(B) The school corporation's ADM for the year preceding the current year by two (2) years.

(C) The school corporation's adjusted ADM for the year preceding the current year by one (1) year.

(D) The school corporation's adjusted ADM for the current year.

STEP TWO: Determine the greater of zero (0) or the result of:

(A) the school corporation's ADM for the year preceding the current year by four (4) years; minus

(B) the STEP ONE amount.

STEP THREE: Determine the greatest of the following:

(A) The school corporation's ADM for the year preceding the current year by two (2) years.

(B) The school corporation's adjusted ADM for the year preceding the current year by one (1) year.

(C) The school corporation's adjusted ADM for the current year.

STEP FOUR: Determine the greater of zero (0) or the result of:

(A) the school corporation's ADM for the year preceding the current year by three (3) years; minus



(B) the STEP THREE amount.

STEP FIVE: Determine the greater of the following:

(A) The school corporation's adjusted ADM for the year preceding the current year by one (1) year.

(B) The school corporation's adjusted ADM for the current year.

STEP SIX: Determine the greater of zero (0) or the result of:

(A) the school corporation's ADM for the year preceding the current year by two (2) years; minus

(B) the STEP FIVE amount.

STEP SEVEN: Determine the greater of zero (0) or the result of:

(A) the school corporation's adjusted ADM for the year preceding the current year by one (1) year; minus

(B) the school corporation's adjusted ADM for the current year.

STEP EIGHT: Determine the sum of the following:

(A) The STEP TWO result multiplied by two-tenths (0.2).

(B) The STEP FOUR result multiplied by four-tenths (0.4).

(C) The STEP SIX result multiplied by six-tenths (0.6).

(D) The STEP SEVEN result multiplied by eight-tenths (0.8).

STEP NINE: Determine the result of:

(A) the school corporation's adjusted ADM for the current year; plus

(B) the STEP EIGHT result.

Round the result to the nearest five-tenths (0.5).

SECTION 87. IC 21-3-1.7-6.7 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 6.7. A school corporation's target revenue per ADM for a calendar year is the result determined under STEP SIX of the following formula:

STEP ONE: Determine the result under clause (D) of the following formula:

(A) Divide the school corporation's at-risk index determined under IC 21-3-1.8-1.1 by three (3).

(B) Add one (1) to the clause (A) result.

(C) Multiply the result determined under clause (B) by ~~three thousand six hundred seventy-five dollars (\$3,675) in 1998 and three thousand eight hundred eighty-five dollars (\$3,885) in 1999~~; **four thousand one hundred fourteen dollars (\$4,114) in 2000 and four thousand three hundred thirty-two dollars (\$4,332) in 2001.**

(D) Multiply the clause (C) product by the school corporation's adjusted ~~current~~ **current** ADM for the ~~current~~ **current** year.

STEP TWO: Divide the school corporation's previous year revenue by the school corporation's adjusted ADM for the previous year.

STEP THREE: Multiply the sum of one (1) plus the school corporation's at-risk index by the following:

(A) ~~One hundred dollars (\$100)~~; If the STEP TWO result is not more than:

(i) ~~three thousand seven hundred fifteen dollars (\$3,715) in 1998~~; **four thousand one hundred one dollars (\$4,101) in 2000**; and

(ii) ~~three thousand eight hundred fifty-four dollars (\$3,854) in 1999~~; **four thousand three hundred three dollars (\$4,303) in 2001**;

multiply by one hundred dollars (\$100).

(B) ~~The result determined under item (iv)~~; If the STEP TWO result is: ~~more than three thousand seven hundred fifteen dollars (\$3,715) in 1998 and three thousand eight hundred fifty-four dollars (\$3,854) in 1999~~ and not more than four thousand four hundred



~~seventy-eight dollars (\$4,478) in 1998 and four thousand five hundred eight dollars (\$4,508) in 1999:~~ (i) **more than four thousand one hundred one dollars (\$4,101) and not more than four thousand eight hundred eighty-five dollars (\$4,885) in 2000; or**

(ii) more than four thousand three hundred three dollars (\$4,303) and not more than five thousand one hundred seventeen dollars (\$5,117) in 2001;

multiply by the result under clause (C).

~~Subtract three thousand seven hundred fifteen dollars (\$3,715) in 1998 and three thousand eight hundred fifty-four dollars (\$3,854) in 1999 from~~

(C) Determine the result of:

(i) the STEP TWO result minus **four thousand one hundred one dollars (\$4,101) in 2000 and four thousand three hundred three dollars (\$4,303) in 2001.**

(ii) Divide the item (i) result by ~~seven hundred sixty-three dollars (\$763) in 1998 seven hundred eighty-four dollars (\$784) in 2000~~ and six hundred fifty-four dollars (\$654) in 1999: **eight hundred fourteen dollars (\$814) in 2001.**

(iii) Multiply the item (ii) result by ~~in 1998, thirty dollars (\$30) and, in 1999, thirty dollars (\$30).~~

(iv) Subtract the item (iii) result from one hundred dollars (\$100).

~~(C) Seventy dollars (\$70); (D) If the STEP TWO result is more than:~~

(i) ~~four thousand four hundred seventy-eight dollars (\$4,478) in 1998;~~ **four thousand eight hundred eighty-five dollars (\$4,885) in 2000; and**

(ii) ~~four thousand five hundred eight dollars (\$4,508) in 1999;~~ **five thousand one hundred seventeen dollars (\$5,117) in 2001;**

multiply by seventy dollars (\$70).

STEP FOUR: Add the STEP TWO result and the STEP THREE result.

STEP FIVE: Determine the ~~greater~~ **greatest** of the following:

(A) Multiply the STEP FOUR result by the school corporation's adjusted ~~current~~ **ADM for the current year.**

(B) **Multiply** the school corporation's previous year revenue **by one and three-hundredths (1.03).**

(C) The STEP ONE amount.

STEP SIX: Divide the STEP FIVE amount by the school corporation's adjusted ~~current~~ **ADM for the current year.**

SECTION 88. IC 21-3-1.7-6.8 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 6.8. A school corporation's target general fund property tax rate for purposes of IC 6-1.1-19-1.5 is the result determined under STEP THREE of the following formula:

STEP ONE: This STEP applies only if the amount determined in STEP FIVE of the formula in section 6.7 of this chapter minus the result determined in STEP ONE of the formula in section 6.7 of this chapter is greater than zero (0). Determine the result under clause (E) of the following formula:

(A) Divide the school corporation's current assessed valuation by the school corporation's current ADM.

(B) Divide the clause (A) result by ten thousand (10,000).

(C) Determine the greater of the following:

(i) The clause (B) result.

(ii) ~~Ten dollars (\$10) in 1998 and nine dollars and fifty cents (\$9.50) in 1999;~~ **Nine dollars (\$9).**

(D) Determine the result determined under item (ii) of the following formula:

(i) Subtract the result determined in STEP ONE of the formula in section 6.7 of this chapter



from the amount determined in STEP FIVE of the formula in section 6.7 of this chapter.

(ii) Divide the item (i) result by the school corporation's current ADM.

(E) Divide the clause (D) result by the clause (C) result.

(F) Divide the clause (E) result by one hundred (100).

STEP TWO: This STEP applies only if the amount determined in STEP FIVE of the formula in section 6.7 of this chapter is equal to STEP ONE of the formula in section 6.7 of this chapter and the result of clause (A) is greater than zero (0). Determine the result under clause (G) of the following formula:

(A) Add the following:

(i) An amount equal to the annual decrease in federal aid to impacted areas from the year preceding the ensuing calendar year by three (3) years to the year preceding the ensuing calendar year by two (2) years.

(ii) The original amount of any excessive tax levy the school corporation imposed as a result of the passage, during the preceding year, of a referendum under IC 6-1.1-19-4.5(c) for taxes first due and payable during the year.

(iii) The portion of the maximum general fund levy for the year that equals the original amount of the levy imposed by the school corporation to cover the costs of opening a new school facility during the preceding year.

(B) Divide the clause (A) result by the school corporation's current ADM.

(C) Divide the school corporation's current assessed valuation by the school corporation's current ADM.

(D) Divide the clause (C) result by ten thousand (10,000).

(E) Determine the greater of the following:

(i) The clause (D) result.

(ii) ~~Ten dollars (\$10) in 1998 and nine dollars and fifty cents (\$9.50) in 1999.~~ **Nine dollars (\$9).**

(F) Divide the clause (B) result by the clause (E) amount.

(G) Divide ~~the~~ clause (F) result by one hundred (100).

STEP THREE: Determine the sum of: ~~in:~~

(A) ~~1998; two dollars and sixty-four cents (\$2.64);~~ **two dollars and sixty-eight and one-half cents (\$2.685) in 2000;** and

(B) ~~1999; two dollars and sixty-five cents (\$2.65);~~ two dollars and seventy-one **and one quarter** cents ~~(\$2.71)~~ **(\$2.7125)** in 2001;

if applicable, the STEP ONE or STEP TWO result.

SECTION 89. IC 21-3-1.7-7 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 7. If a computation under this chapter results in a fraction **and a rounding rule is not specified**, the fraction shall be rounded ~~to~~ **as follows:**

(1) **If it is a tax rate calculation, to the nearest one-hundredth of a cent (\$0.0001).**

(2) **If it is a tuition support calculation, to the nearest cent (\$0.01).**

(3) **If it is a calculation not covered by subdivision (1) or (2), to the nearest ten-thousandth (.0001).** ~~or~~

~~(2) the nearest cent;~~

~~whichever is applicable:~~

SECTION 90. IC 21-3-1.7-8 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 8. Notwithstanding IC 21-3-1.6 and subject to section 9 of this chapter, the state distribution for a calendar year for tuition support for basic programs for each school corporation equals the result determined using the following formula:

STEP ONE: Determine the greater of the following:



- (A) The product of:
- (i) the school corporation's target revenue per ADM; multiplied by
 - (ii) the school corporation's adjusted ~~current~~ **ADM for the current year.**

- ~~(B) The product of:~~
- ~~(i) the school corporation's previous year revenue; multiplied by~~
 - ~~(ii) one and three-hundredths (1.03).~~

(B) For a school corporation that has target revenue per ADM for a calendar year that is equal to the IC 21-3-1.7-6.7 STEP ONE (C) amount, determine the sum of:

- (i) the school corporation's target revenue per ADM multiplied by the school corporation's adjusted ADM for the current year; plus**
- (ii) the amount of the annual decrease in federal aid to impacted areas from the year preceding the ensuing calendar year by three (3) years to the year preceding the ensuing calendar year by two (2) years; plus**
- (iii) the original amount of an excessive tax levy the school corporation imposed as a result of the passage, during the preceding year, of a referendum under IC 6-1.1-19-4.5(c) for taxes first due and payable during the year; plus**
- (iv) the part of the maximum general fund levy for the year that equals the original amount of the levy imposed by the school corporation to cover the costs of opening a new school facility during the preceding year.**

STEP TWO: Determine the remainder of:

- (A) the STEP ONE amount; minus
- (B) the sum of:
 - (i) the school corporation's tuition support levy; plus
 - (ii) the school corporation's excise tax revenue for the year that precedes the current year by one (1) year.

If the state tuition support determined for a school corporation under this section is negative, the school corporation is not entitled to any state tuition support. In addition, the school corporation's maximum general fund levy under IC 6-1.1-19-1.5 shall be reduced by the amount of the negative result.

SECTION 91. IC 21-3-1.7-9 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 9. (a) Subject to the amount appropriated by the general assembly for tuition support, the amount that a school corporation is entitled to receive in tuition support for a year is the amount determined in section 8 of this chapter.

(b) If the total amount to be distributed as tuition support under this chapter, for enrollment adjustment grants under section 9.5 of this chapter, for at-risk programs under section 9.7 of this chapter, for academic honors diploma awards under section 9.8 of this chapter, and as special and vocational education grants under IC 21-3-1.8-3 or IC 21-3-10 for a particular year, exceeds:

- ~~(1) two billion six hundred fourteen million eight hundred thousand dollars (\$2,614,800,000) for 1997;~~
- ~~(2) two billion seven hundred seventy-one million six hundred thousand dollars (\$2,771,600,000) in 1998; and~~
- ~~(3) (1) two billion nine hundred thirty-nine million two hundred thousand dollars (\$2,939,200,000) in 1999;~~
- (2) three billion one hundred fifty-nine million, eight hundred thousand dollars (\$3,159,800,000) in 2000; and**
- (3) three billion three hundred forty-six million two hundred thousand dollars (\$3,346,200,000) in 2001;**

the amount to be distributed for tuition support under this chapter to each school corporation during



each of the last six (6) months of the year shall be reduced by the same dollar amount per ADM (as adjusted by IC 21-3-1.6-1.1) so that the total reductions equal the amount of the excess.

SECTION 92. IC 21-3-1.7-9.5 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 1999 (RETROACTIVE)]: Sec. 9.5. (a) In addition to the distribution under sections 8, 9.7, and 9.8 of this chapter, a school corporation is eligible for an enrollment adjustment grant if the school corporation's:

- (1) current ADM minus the school corporation's previous year ADM is at least two hundred fifty (250); or
- (2) current ADM divided by the school corporation's previous year ADM is at least one and five-hundredths (1.05).

(b) The amount of the enrollment adjustment grant is the amount determined in STEP THREE of the following formula:

STEP ONE: Determine the school corporation's target revenue per ADM divided by three (3).

STEP TWO: Determine the result of the school corporation's current ADM minus ~~in 1998~~; the school corporation's previous year ADM.

STEP THREE: Multiply the STEP ONE result by the STEP TWO result.

SECTION 93. IC 21-3-1.7-9.7 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 9.7. In addition to the distributions under sections 8, 9.5, and 9.8 of this chapter for 1997 and thereafter, a school corporation is eligible for an amount for at-risk programs in the amount determined in STEP SIX of the following formula:

~~STEP~~ STEP ONE: Determine the greater of the following:

- (A) The result determined under item (ii) of the following formula:
 - (i) Determine the result of the school corporation's at-risk index minus two-tenths (0.2).
 - (ii) Multiply the item (i) result by seven-hundredths (0.07).
- (B) Zero (0).

STEP TWO: Determine the greater of the following:

- (A) The result determined under item (ii) of the following formula:
 - (i) Determine the result of the school corporation's at-risk index minus fifteen-hundredths (0.15).
 - (ii) Multiply the item (i) result by eighteen-hundredths (0.18).
- (B) Zero (0).

STEP THREE: Add the STEP ONE result and the STEP TWO result.

STEP FOUR: Multiply the STEP THREE sum by the school corporation's current ADM. Round the result to the nearest one-hundredth (0.01).

STEP FIVE: Multiply the STEP FOUR product by ~~two thousand nine hundred fifty dollars (\$2,950) in 1998 and three thousand one hundred thirty-five dollars (\$3,135) in 1999~~; **three thousand six hundred seventy dollars (\$3,670) in 2000 and three thousand nine hundred ninety dollars (\$3,990) in 2001.**

SECTION 94. IC 21-3-1.7-10 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 10. This chapter expires January 1, ~~2000~~; **2002.**

SECTION 95. IC 21-3-1.8-3 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 3. In addition to the amount a school corporation is entitled to receive in tuition support, each school corporation is entitled to receive a grant for vocational education programs. The amount of the vocational education grant is the product of:

- (1) the school corporation's additional pupil count for the year for vocational education programs; multiplied by
- (2) ~~for~~; **the following**:
 - (A) ~~1998~~; one thousand five hundred seventy dollars (\$1,570); **six hundred sixteen dollars**



(\$1,616) in 2000; and

(B) ~~1999~~; one thousand six hundred dollars (~~\$1,600~~); six hundred thirty-two dollars (\$1,632) in 2001.

SECTION 96. IC 21-3-1.8-6 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 6. This chapter expires January 1, ~~2000~~. **2002.**

SECTION 97. IC 21-3-10-8 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 8. The amount of the grant that a school corporation is entitled to receive for special education programs is equal to:

- (1) the nonduplicated count of pupils in programs for severe disabilities multiplied by:
 - (A) ~~for 1998~~; seven thousand two hundred five dollars (~~\$7,205~~); **four hundred dollars (\$7,400) in 2000; and**
 - (B) ~~for 1999~~; seven thousand two hundred eighty-five dollars (~~\$7,285~~); **five hundred fifty dollars (\$7,550) in 2001; plus**
- (2) the nonduplicated count of pupils in programs of mild and moderate disabilities multiplied by:
 - (A) ~~for 1998~~; one thousand nine hundred fifty-four dollars (~~\$1,954~~); **two thousand twenty-five dollars (\$2,025) in 2000; and**
 - (B) ~~for 1999~~; one thousand nine hundred seventy-seven dollars (~~\$1,977~~); **two thousand sixty-five dollars (\$2,065) in 2001; plus**
- (3) the duplicated count of pupils in programs for communication disorders multiplied by:
 - (A) ~~for 1998~~; four hundred sixty-two dollars (~~\$462~~); **eighty dollars (\$480) in 2000; and**
 - (B) ~~for 1999~~; four hundred sixty-nine dollars (~~\$469~~); **ninety dollars (\$490) in 2001; plus**
- (4) the cumulative count of pupils in homebound programs multiplied by:
 - (A) four hundred sixty-two dollars (~~\$462~~) in 1998 **eighty dollars (\$480) in 2000; and**
 - (B) four hundred sixty-nine dollars (~~\$469~~) in 1999 **ninety dollars (\$490) in 2001.**

SECTION 98. IC 21-3-10-11 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 11. This chapter expires January 1, ~~2000~~. **2002.**

SECTION 99. IC 21-3-11-6 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 6. (a) A qualifying school corporation is eligible to receive a grant from the state for each full-time equivalent student who is enrolled in an alternative education program conducted for the school corporation. The maximum amount that may be granted to a qualifying school corporation in a school year is seven hundred fifty dollars (\$750) per full-time equivalent student.

(b) To receive a grant under this chapter, the school corporation must expend **on alternative education programs** in the school year a matching amount of at least ~~two hundred fifty dollars (\$250)~~ **one-third (1/3) of the amount of the state grant** per full-time equivalent student, ~~on alternative education programs~~; as determined under the rules adopted by the Indiana state board of education.

SECTION 100.. IC 21-3-11-9 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 9. The number of full-time equivalent students enrolled in an alternative education program during a reporting period is the result determined under STEP SIX of the following formula:

STEP ONE: Determine the number of alternative education program sessions that were conducted in a reporting period for a qualifying school corporation as follows:

- (A) Determine the number of days on which an alternative education program was conducted for an entire morning, as determined under the rules adopted by the Indiana state board of education.
- (B) Determine the number of days on which an alternative education program was conducted for an entire afternoon, as determined under the rules adopted by the Indiana state board of education.



(C) Determine the number of days on which an alternative education program was conducted for an entire evening, as determined under the rules adopted by the Indiana state board of education.

(D) Determine the sum of the clause (A), (B), and (C) amounts.

STEP TWO: For each morning, afternoon, and evening session of an alternative education program that is used to determine the STEP ONE result, determine the number of eligible students **attending enrolled in** the sessions.

STEP THREE: Determine the sum of the STEP TWO amounts.

STEP FOUR: Divide the STEP THREE result by the STEP ONE result.

STEP FIVE: Divide the STEP ONE result by three hundred sixty (360).

STEP SIX: Multiply the STEP FOUR result by the STEP FIVE result.

SECTION 101. THE FOLLOWING ARE REPEALED [EFFECTIVE JANUARY 1, 2000]: IC 21-3-1.7-6.3; P.L.6-1997, SECTION 86.

SECTION 102. P.L.50-1996, SECTION 18, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2000]: SECTION 18. (a) The department of education and the state board of tax commissioners shall select pilot school corporations under subsection (b). Beginning January 1, 1997, the school corporations selected under subsection (b) shall comply with SECTIONS 1 through 18 of this act as if those SECTIONS were effective January 1, 1997.

(b) Before October 1, 1996, the department of education and the state board of tax commissioners shall meet to select ten (10) pilot school corporations. The pilot school corporations shall be selected with the objective that the pilot school corporations collectively represent a broad range of the different types and sizes of school corporations that exist in Indiana. In order to achieve this objective, the department of education and the state board of tax commissioners shall select the pilot school corporations based on the following criteria:

- (1) The size of the student population within the corporation.
- (2) The size of the geographic territory served by the corporation.
- (3) The average growth of the property tax assessed valuation within the corporation's district over the preceding three (3) years.
- (4) The growth or decline of the ADM (as defined in IC 21-3-1.6-1.1) within the corporation over the preceding three (3) years, excluding any year in which there is a general reassessment.
- (5) The extent of urban development in the corporation.
- (6) Any other factors the department of education and the state board of tax commissioners determine are necessary to distinguish a group or category of school corporations that deserve representation by a pilot school corporation.

(c) All state and local governmental officials whose official functions relate to this act shall cooperate with the department of education, the state board of tax commissioners, and the pilot school corporations to implement this act.

(d) This SECTION expires July 1, ~~1999~~ **2001**.

SECTION 103. P.L.50-1996, SECTION 19, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 1999 (RETROACTIVE)]: SECTION 19. (a) The initial school year budget adopted by a pilot school corporation selected under SECTION 18 of this act and fixed by the state board of tax commissioners under this act is for the period beginning July 1, 1997, through June 30, 1998. The first six (6) months of the initial budget for a pilot school corporation must be consistent with the last six (6) months of the budget fixed by the state board of tax commissioners for calendar year 1997 under the procedures effective in 1996.

(b) **Notwithstanding any other law**, the initial school year budget adopted by a school corporation, other than a pilot school corporation selected under SECTION 18 of this act, and fixed by the state board of tax commissioners under this act, is for the period beginning July 1, ~~1999~~ **2001**,



through June 30, ~~2000~~: **2002**. The first six (6) months of the initial budget must be consistent with the last six (6) months of the budget fixed by the state board of tax commissioners for calendar year ~~1999~~ **2001** under the procedures effective in ~~1998~~: **2000**.

(c) This SECTION expires July 1, ~~2000~~: **2002**.

SECTION 104. P.L.50-1996, SECTION 20, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 1999 (RETROACTIVE)]: SECTION 20. (a) The department of education, with the assistance of the state board of tax commissioners, shall submit to the budget committee the following concerning all pilot school corporations selected under SECTION 18 of this act:

- (1) Before October 1, 1998, a written report that:
 - (A) specifies positive and negative aspects experienced in formulating a budget under this act;
 - (B) makes recommendations on how to remedy any perceived inadequacies in the provisions of this act; and
 - (C) analyzes the long term benefits of this act;
- (2) Before October 1, 1999, a written report that:
 - (A) updates the report made under subdivision (1);
 - (B) outlines adjustments the school corporation made in the process of converting to formulating a budget under this act; and
 - (C) provides any other information related to the school corporation's experiences as a pilot school corporation under this act that the school corporation believes important to be made known to the general assembly or other school corporations before this act takes effect for all school corporations.
- (3) Before October 1, 2000, a written report that updates the report made under subdivision (2).**
- (4) Before October 1, 2001, a written report that updates the report made under subdivision (3).**

Each pilot school corporation shall provide the department of education with the information necessary for the department of education to complete the reports required under this subsection.

(b) The department of education shall send copies of the reports required by this SECTION to the following:

- (1) The county auditor.
- (2) The state board of tax commissioners.
- (3) Each pilot school corporation.
- (4) The Indiana School Boards Association.

(c) This SECTION expires July 1, ~~2000~~: **2002**.

SECTION 105. IC 21-1-30-2 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2001]: Sec. 2. For purposes of computation under this chapter, the following shall be used:

- (1) Kindergarten pupils shall be counted as five-tenths (0.5). All other pupils shall be counted as one (1).
- (2) The number of pupils shall be the number of pupils used in determining ADM, as defined by IC 21-3-1.6, for the current year. However, students who are transferred under IC 20-8.1-6.1 or IC 20-8.1-6.5 shall be counted as students having legal settlement in the transferee corporation and not having legal settlement in the transferor corporation.
- (3) Only a licensed teacher who is an actual classroom teacher in a regular instructional program shall be counted as a teacher, except as permitted under section 5 of this chapter.
- (4) If a school corporation is granted approval under section 5 of this chapter, the school corporation may include as one-third (1/3) of a teacher in its computation for ~~funding~~ **determining the full-time primetime staff equivalents** under this chapter each classroom



instructional aide who meets qualifications and performs duties prescribed by the Indiana state board of education.

(5) Base year refers to the school year immediately preceding the year that the school corporation implemented IC 21-1-29 (before its repeal by P.L.278-1993(ss), SECTION 16) for a particular grade level. However, if the enrollment and staffing patterns that year for any reason did not fairly represent the normal enrollment and staffing patterns of a particular school corporation for that grade level, the department of education may adjust the base year so that the base year reflects the normal staffing and enrollment pattern for that school corporation. **The staff cost for a school corporation is:**

(A) the result of:

(i) the number of full-time equivalent primetime teachers divided by the sum of the number of full-time equivalent primetime teachers plus the number of full-time equivalent primetime aides; multiplied by

(ii) fifty thousand dollars (\$50,000); plus

(B) the result of:

(i) the number of full-time equivalent primetime aides divided by the sum of the number of full-time equivalent primetime teachers plus the number of full-time equivalent primetime aides; multiplied by

(ii) nine thousand dollars (\$9,000).

SECTION 106. IC 21-1-30-3 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2001]: Sec. 3. The amount to be distributed to **used in section 7 of this chapter** for a school corporation that implements this chapter for kindergarten is the amount determined under **subdivision (6)** of the following formula:

~~(1) Determine the quotient of:~~

~~(A) the ADM of the school corporation, as determined under section 2(2) of this chapter in kindergarten for the current school year; divided by~~

~~(B) eighteen (18);~~

~~(2) Determine the lesser of:~~

~~(A) the amount determined under subdivision (1); or~~

~~(B) the number of full-time teacher equivalents employed by the school corporation for the current school year in kindergarten classes;~~

~~(3) Determine the sum of:~~

~~(A) the number of full-time teacher equivalents allocated by the school corporation to kindergarten classes for the respective base year; and~~

~~(B) the net number of full-time teacher equivalents that the school corporation has reassigned since the base year, to grade levels affected by this chapter from grade levels not affected by this chapter, as determined by the Indiana state board of education, and as measured in the current year;~~

~~(4) Determine the remainder of:~~

~~(A) the amount determined under subdivision (2); minus~~

~~(B) the amount determined under subdivision (3);~~

~~(5) Determine the greater of:~~

~~(A) the amount determined under subdivision (4); or~~

~~(B) zero (0);~~

~~(6) Determine the product of:~~

~~(A) the amount determined under subdivision (5); and~~

~~(B) twenty-five thousand seven hundred fifty-two dollars (\$25,752) beginning with the 1995-1996 school year and twenty-six thousand five hundred twenty-six dollars (\$26,526)~~



beginning with the 1996-1997 school year and for each school year thereafter:

STEP ONE: Determine the greater of eighteen (18) or the result of:

- (A) the ADM of the school corporation, as determined under section 2(2) of this chapter in kindergarten for the current school year; divided by
- (B) the number of full-time primetime staff equivalents employed by the school corporation for the current school year in kindergarten classes.

STEP TWO: Determine the result of:

- (A) the STEP ONE result; divided by
- (B) twenty-three and five-tenths (23.5).

STEP THREE: Determine the greater of zero (0) or the result of:

- (A) one (1); minus
- (B) the STEP TWO result.

STEP FOUR: Determine the result of:

- (A) the STEP THREE result; multiplied by
- (B) the school corporation's staff cost.

STEP FIVE: Determine the result of:

- (A) the STEP FOUR result; divided by
- (B) the STEP ONE result.

STEP SIX: Determine the result of:

- (A) the STEP FIVE result; multiplied by
- (B) the ADM of the school corporation, as determined under section 2(2) of this chapter in kindergarten for the current school year.

The amount to be used in section 7 of this chapter must be reduced if the school corporation's primetime staff/pupil ratio determined under STEP ONE is greater than the ratio for the previous school year. The amount of the reduction is two and five-tenths percent (2.5%) of the amount per ADM for each one-tenth (0.1) increase in the ratio.

SECTION 108. IC 21-1-30-3.1 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2001]: Sec. 3.1. The amount to be distributed to used in section 7 of this chapter for a school corporation that implements this chapter for grade 1 is the amount determined under subdivision (6) of the following formula:

(1) Determine the quotient of:

- (A) the ADM of the school corporation, as determined under section 2(2) of this chapter in grade 1 for the current school year; divided by
- (B) eighteen (18):

(2) Determine the lesser of:

- (A) the amount determined under subdivision (1); or
- (B) the number of full-time teacher equivalents employed by the school corporation for the current school year in grade 1 classes:

(3) Determine the sum of:

- (A) the number of full-time teacher equivalents allocated by the school corporation to grade 1 classes for the respective base year; and
- (B) the net number of full-time teacher equivalents that the school corporation has reassigned since the base year, to grade levels affected by this chapter from grade levels not affected by this chapter, as determined by the Indiana state board of education, and as measured in the current year:

(4) Determine the remainder of:

- (A) the amount determined under subdivision (2); minus
- (B) the amount determined under subdivision (3):



- (5) Determine the greater of:
 - (A) the amount determined under subdivision (4); or
 - (B) zero (0);
- (6) Determine the product of:
 - (A) the amount determined under subdivision (5); and
 - (B) twenty-five thousand seven hundred fifty-two dollars (\$25,752) beginning with the 1995-1996 school year and twenty-six thousand five hundred twenty-six dollars (\$26,526) beginning with the 1996-1997 school year and for each school year thereafter.

STEP ONE: Determine the greater of eighteen (18) or the result of:

- (A) the ADM of the school corporation, as determined under section 2(2) of this chapter in grade 1 for the current school year; divided by
- (B) the number of full-time primetime staff equivalents employed by the school corporation for the current school year in grade 1 classes.

STEP TWO: Determine the result of:

- (A) the STEP ONE result; divided by
- (B) twenty-three and five-tenths (23.5).

STEP THREE: Determine the greater of zero (0) or the result of:

- (A) one (1); minus
- (B) the STEP TWO result.

STEP FOUR: Determine the result of:

- (A) the STEP THREE result; multiplied by
- (B) the school corporation's staff cost.

STEP FIVE: Determine the result of:

- (A) the STEP FOUR result; divided by
- (B) the STEP ONE result.

STEP SIX: Determine the result of:

- (A) the STEP FIVE result; multiplied by
- (B) the ADM of the school corporation, as determined under section 2(2) of this chapter in grade 1 for the current school year.

The amount to be used in section 7 of this chapter must be reduced if the school corporation's primetime staff/pupil ratio determined under STEP ONE is greater than the ratio for the previous school year. The amount of the reduction is two and five-tenths percent (2.5%) of the amount per ADM for each one-tenth (0.1) increase in the ratio.

SECTION 109. IC 21-1-30-3.2 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2001]: Sec. 3.2. The amount to be distributed to used in section 7 of this chapter for a school corporation that implements this chapter for grade 2 is the amount determined under subdivision (6) of the following formula:

- (1) Determine the quotient of:
 - (A) the ADM of the school corporation, as determined under section 2(2) of this chapter in grade 2 for the current school year; divided by
 - (B) twenty (20);
- (2) Determine the lesser of:
 - (A) the amount determined under subdivision (1); or
 - (B) the number of full-time teacher equivalents employed by the school corporation for the current school year in grade 2 classes;
- (3) Determine the sum of:
 - (A) the number of full-time teacher equivalents allocated by the school corporation to grade 2 classes for the respective base year; and



(B) the net number of full-time teacher equivalents that the school corporation has reassigned since the base year; to grade levels affected by this chapter from grade levels not affected by this chapter; as determined by the Indiana state board of education; and as measured in the current year:

(4) Determine the remainder of:

(A) the amount determined under subdivision (2); minus

(B) the amount determined under subdivision (3):

(5) Determine the greater of:

(A) the amount determined under subdivision (4); or

(B) zero (0):

(6) Determine the product of:

(A) the amount determined under subdivision (5); and

(B) twenty-five thousand seven hundred fifty-two dollars (\$25,752) beginning with the 1995-1996 school year and twenty-six thousand five hundred twenty-six dollars (\$26,526) beginning with the 1996-1997 school year and for each school year thereafter:

STEP ONE: Determine the greater of twenty (20) or the result of:

(A) the ADM of the school corporation, as determined under section 2(2) of this chapter in grade 2 for the current school year; divided by

(B) the number of full-time primetime staff equivalents employed by the school corporation for the current school year in grade 2 classes.

STEP TWO: Determine the result of:

(A) the STEP ONE result; divided by

(B) twenty-three and five-tenths (23.5).

STEP THREE: Determine the greater of zero (0) or the result of:

(A) one (1); minus

(B) the STEP TWO result.

STEP FOUR: Determine the result of:

(A) the STEP THREE result; multiplied by

(B) the school corporation's staff cost.

STEP FIVE: Determine the result of:

(A) the STEP FOUR result; divided by

(B) the STEP ONE result.

STEP SIX: Determine the result of:

(A) the STEP FIVE result; multiplied by

(B) the ADM of the school corporation, as determined under section 2(2) of this chapter in grade 2 for the current school year.

The amount to be used in section 7 of this chapter must be reduced if the school corporation's primetime staff/pupil ratio determined under STEP ONE is greater than the ratio for the previous school year. The amount of the reduction is two and five-tenths percent (2.5%) of the amount per ADM for each one-tenth (0.1) increase in the ratio.

SECTION 110. IC 21-1-30-3.3 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2001]: Sec. 3.3. The amount to be distributed to **used in section 7 of this chapter** for a school corporation that implements this chapter for grade 3 is the amount determined under subdivision (6) of the following formula:

(1) Determine the quotient of:

(A) the ADM of the school corporation; as determined under section 2(2) of this chapter in grade 3 for the current school year; divided by

(B) twenty (20):



- (2) Determine the lesser of:
- (A) the amount determined under subdivision (1); or
 - (B) the number of full-time teacher equivalents employed by the school corporation for the current school year in grade 3 classes.
- (3) Determine the sum of:
- (A) the number of full-time teacher equivalents allocated by the school corporation to grade 3 classes for the respective base year; and
 - (B) the net number of full-time teacher equivalents that the school corporation has reassigned since the base year, to grade levels affected by this chapter from grade levels not affected by this chapter, as determined by the Indiana state board of education, and as measured in the current year.
- (4) Determine the remainder of:
- (A) the amount determined under subdivision (2); minus
 - (B) the amount determined under subdivision (3).
- (5) Determine the greater of:
- (A) the amount determined under subdivision (4); or
 - (B) zero (0).
- (6) Determine the product of:
- (A) the amount determined under subdivision (5); and
 - (B) twenty-five thousand seven hundred fifty-two dollars (\$25,752) beginning with the 1995-1996 school year and twenty-six thousand five hundred twenty-six dollars (\$26,526) beginning with the 1996-1997 school year and for each school year thereafter.

STEP ONE: Determine the greater of twenty (20) or the result of:

- (A) the ADM of the school corporation, as determined under section 2(2) of this chapter in grade 3 for the current school year; divided by
- (B) the number of full-time primetime staff equivalents employed by the school corporation for the current school year in grade 3 classes.

STEP TWO: Determine the result of:

- (A) the STEP ONE result; divided by
- (B) twenty-three and five-tenths (23.5).

STEP THREE: Determine the greater of zero (0) or the result of:

- (A) one (1); minus
- (B) the STEP TWO result.

STEP FOUR: Determine the result of:

- (A) the STEP THREE result; multiplied by
- (B) the school corporation's staff cost.

STEP FIVE: Determine the result of:

- (A) the STEP FOUR result; divided by
- (B) the STEP ONE result.

STEP SIX: Determine the result of:

- (A) the STEP FIVE result; multiplied by
- (B) the ADM of the school corporation, as determined under section 2(2) of this chapter in grade 3 for the current school year.

The amount to be used in section 7 of this chapter must be reduced if the school corporation's primetime staff/pupil ratio determined under STEP ONE is greater than the ratio for the previous school year. The amount of the reduction is two and five-tenths percent (2.5%) of the amount per ADM for each one-tenth (0.1) increase in the ratio.

SECTION 111. IC 21-1-30-5 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY



1, 2001]: Sec. 5. (a) The Indiana state board of education shall approve the counting of classroom instructional aides as teachers under section 2(4) of this chapter or the negotiation of transfer tuition agreements between school corporations under IC 20-8.1-6.1-8(i) if the school corporation can substantiate each year that providing adequate classroom space for the attainment of the ~~average~~ **a pupil/teacher ratio permitted of eighteen (18) to one (1) for kindergarten and grade one (1) and twenty (20) to one (1) for grades two (2) and three (3)** under section 3, 3.1, 3.2, or 3.3 of this chapter creates an unreasonable hardship for that school corporation.

(b) If a school corporation qualifies under subsection (a) for classroom instructional aides and the number determined under section ~~3(3)(B), 3.1(3)(B), 3.2(3)(B), or 3.3(3)(B)~~ of this chapter, respectively, is greater than zero (0), that school corporation shall receive an additional amount for the hiring of classroom instructional aides equal to the number determined under the respective section ~~3(3)(B), 3.1(3)(B), 3.2(3)(B), or 3.3(3)(B)~~ of this chapter, multiplied by six thousand dollars (\$6,000).

(c) (b) If a school corporation qualifies under subsection (a) for classroom instructional aides, the school corporation shall present to the Indiana state board of education a plan concerning that school corporation's instructional aides program.

SECTION 112. IC 21-1-30-7 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2001]: Sec. 7. (a) **In addition to state tuition support under IC 21-3-1.7, the amount to be distributed to a school corporation that implements this chapter in kindergarten, grade 1, grade 2, or grade 3 is the amount determined under the following formula:**

STEP ONE: Determine the result of:

- (A) the kindergarten amount under section 3 of this chapter;
- (B) the grade 1 amount under section 3.1 of this chapter;
- (C) the grade 2 amount under section 3.2 of this chapter; plus
- (D) the grade 3 amount under section 3.3 of this chapter.

STEP TWO: Determine the greater of:

- (A) the lesser of:
 - (i) the STEP ONE result; or
 - (ii) the amount the school corporation received under this chapter for the preceding school year multiplied by one and one-tenth (1.1) less the penalties imposed under sections 3, 3.1, 3.2, and 3.3 of this chapter; or
- (B) the amount the school corporation received under this chapter for the 1998-1999 school year less the penalties imposed under sections 3, 3.1, 3.2, and 3.3 of this chapter.

(a) (b) School corporations shall apply for money under this chapter on a form prescribed by the Indiana state board of education on or before the date designated by the Indiana state board of education.

(b) (c) The Indiana state board shall distribute the funds in twelve (12) monthly installments to the school corporations on or before the fifteenth day of each month.

(c) (d) If the money appropriated in any fiscal year by the general assembly for the primetime program is insufficient to fund the state primetime distribution formula under this chapter, all claims shall be reduced proportionately.

SECTION 113. THE FOLLOWING ARE REPEALED [EFFECTIVE JANUARY 1, 2001]: IC 21-1-30-4.

SECTION 114. [EFFECTIVE JANUARY 1, 2000] **Notwithstanding IC 21-1-30, as it existed on January 1, 2000, a school corporation's primetime distribution shall be determined on a calendar year basis and shall be combined with state tuition support. Beginning with distributions to be made in 2001, a school corporation's primetime distribution shall be determined on a calendar year basis under IC 21-1-30, as amended by this act.**

SECTION 115. IC 4-22-2-37.1 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON



PASSAGE]: Sec. 37.1. (a) This section applies to a rulemaking action resulting in any of the following rules:

- (1) An order adopted by the commissioner of the Indiana department of transportation under IC 9-20-1-3(d) or IC 9-21-4-7(a) and designated by the commissioner as an emergency rule.
- (2) An action taken by the director of the department of natural resources under IC 14-22-2-6(d) or IC 14-22-6-13.
- (3) An emergency temporary standard adopted by the occupational safety standards commission under IC 22-8-1.1-16.1.
- (4) An emergency rule adopted by the solid waste management board under IC 13-22-2-3 and classifying a waste as hazardous.
- (5) A rule, other than a rule described in subdivision (6), adopted by the department of financial institutions under IC 24-4.5-6-107 and declared necessary to meet an emergency.
- (6) A rule required under IC 24-4.5-1-106 that is adopted by the department of financial institutions and declared necessary to meet an emergency under IC 24-4.5-6-107.
- (7) A rule adopted by the Indiana utility regulatory commission to address an emergency under IC 8-1-2-113.
- (8) An emergency rule jointly adopted by the water pollution control board and the budget agency under IC 13-18-13-18.
- (9) An emergency rule adopted by the state lottery commission under IC 4-30-3-9.
- (10) A rule adopted under IC 16-19-3-5 that the executive board of the state department of health declares is necessary to meet an emergency.
- (11) An emergency rule adopted by the Indiana transportation finance authority under IC 8-21-12.
- (12) An emergency rule adopted by the insurance commissioner under IC 27-1-23-7.
- (13) An emergency rule adopted by the Indiana horse racing commission under IC 4-31-3-9.
- (14) An emergency rule adopted by the air pollution control board, the solid waste management board, or the water pollution control board under IC 13-15-4-10(4) or to comply with a deadline required by federal law, provided:
 - (A) the variance procedures are included in the rules; and
 - (B) permits or licenses granted during the period the emergency rule is in effect are reviewed after the emergency rule expires.
- (15) An emergency rule adopted by the Indiana election commission under IC 3-6-4.1-14.
- (16) An emergency rule adopted by the department of natural resources under IC 14-10-2-5.
- (17) An emergency rule adopted by the Indiana gaming commission under IC 4-33-4-2, IC 4-33-4-3, or IC 4-33-4-14.
- (18) An emergency rule adopted by the alcoholic beverage commission under IC 7.1-3-17.5, IC 7.1-3-17.7, or IC 7.1-3-20-24.4.
- (19) An emergency rule adopted by the department of financial institutions under IC 28-15-11.
- (20) An emergency rule adopted by the office of the secretary of family and social services under IC 12-8-1-12.
- (21) An emergency rule adopted by the office of the children's health insurance program under IC 12-17.6-2-7.**

(b) The following do not apply to rules described in subsection (a):

- (1) Sections 24 through 36 of this chapter.
- (2) IC 13-14-9.

(c) After a rule described in subsection (a) has been adopted by the agency, the agency shall submit the rule to the publisher for the assignment of a document control number. The agency shall submit the rule in the form required by section 20 of this chapter and with the documents required by section



21 of this chapter. The publisher shall determine the number of copies of the rule and other documents to be submitted under this subsection.

(d) After the document control number has been assigned, the agency shall submit the rule to the secretary of state for filing. The agency shall submit the rule in the form required by section 20 of this chapter and with the documents required by section 21 of this chapter. The secretary of state shall determine the number of copies of the rule and other documents to be submitted under this subsection.

(e) Subject to section 39 of this chapter, the secretary of state shall:

- (1) accept the rule for filing; and
- (2) file stamp and indicate the date and time that the rule is accepted on every duplicate original copy submitted.

(f) A rule described in subsection (a) takes effect on the latest of the following dates:

- (1) The effective date of the statute delegating authority to the agency to adopt the rule.
- (2) The date and time that the rule is accepted for filing under subsection (e).
- (3) The effective date stated by the adopting agency in the rule.
- (4) The date of compliance with every requirement established by law as a prerequisite to the adoption or effectiveness of the rule.

(g) Subject to subsection (h), IC 14-10-2-5, IC 14-22-2-6, and IC 22-8-1.1-16.1, a rule adopted under this section expires not later than ninety (90) days after the rule is accepted for filing under subsection (e). Except for a rule adopted under subsection (a)(14), the rule may be extended by adopting another rule under this section, but only for one (1) extension period. A rule adopted under subsection (a)(14) may be extended for two (2) extension periods. Except for a rule adopted under subsection (a)(14), for a rule adopted under this section to be effective after one (1) extension period, the rule must be adopted under:

- (1) sections 24 through 36 of this chapter; or
- (2) IC 13-14-9;

as applicable.

(h) A rule described in subsection (a)(6), (a)(9), or (a)(13) expires on the earlier of the following dates:

- (1) The expiration date stated by the adopting agency in the rule.
- (2) The date that the rule is amended or repealed by a later rule adopted under sections 24 through 36 of this chapter or this section.

(i) This section may not be used to readopt a rule under IC 4-22-2.5.

SECTION 116. IC 4-23-26 IS ADDED TO THE INDIANA CODE AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]:

Chapter 26. Advisory Committee for Children With Special Health Needs

Sec. 1. As used in this chapter, "committee" refers to the advisory committee for children with special health needs established by section 2 of this chapter.

Sec. 2. The advisory committee for children with special health needs is established.

Sec. 3. (a) The committee consists of the following members:

- (1) **The director of the children's special health care services program.**
- (2) **The director of the first steps program.**
- (3) **The chair of the governor's interagency coordinating council for early intervention.**
- (4) **The chair of the children's special health care services advisory council under 410 IAC 3.2-11.**
- (5) **The director of the division of special education created under IC 20-1-6-2.1.**
- (6) **One (1) representative of the Indiana chapter of the American Academy of Pediatrics.**
- (7) **One (1) representative of a family advocacy group.**
- (8) **Three (3) parents of children with special health needs.**



- (9) Three (3) parents of children who are enrolled in the:
- (A) children's health insurance program under IC 12-17.6; or
 - (B) Medicaid managed care program for children.

(b) The members under subdivisions (1) and (2) are nonvoting members.

Sec. 4. (a) The governor shall appoint the committee members under section 3(6), 3(7), 3(8), and 3(9) of this chapter.

(b) The term of each member appointed under subsection (a) is three (3) years.

(c) A committee member identified in subsection (a) may be reappointed to serve consecutive terms.

Sec. 5. (a) The director of the children's special health care services program is chair of the committee during odd numbered years.

(b) The director of the first steps program is chair of the committee during even numbered years.

Sec. 6. The committee shall meet at least quarterly at the call of the chair.

Sec. 7. Eight (8) members of the committee constitute a quorum.

Sec. 8. (a) Each member of the committee who is not a state employee is entitled to receive both of the following:

- (1) The minimum salary per diem provided by IC 4-10-11-2.1(b).
- (2) Reimbursement for travel expenses and other expenses actually incurred in connection with the member's duties, as provided in the state travel policies and procedures established by the Indiana department of administration and approved by the budget agency.

(b) Each member of the committee who is a state employee is entitled to reimbursement for travel expenses and other expenses actually incurred in connection with the member's duties, as provided in the state travel policies and procedures established by the Indiana department of administration and approved by the budget agency.

Sec. 9. The committee shall advise and assist the children's health policy board established by IC 4-23-27-2 in the development, coordination, and evaluation of policies that have an impact on children, with a focus on children with special health needs, by doing the following:

- (1) Seeking information from families, service providers, advocacy groups, and health care specialists about state or local policies that impede the provision of quality service.
- (2) Taking steps to ensure that relevant health policy issues that have an impact on children are forwarded to the children's health policy board.
- (3) Advising the children's health policy board with respect to the integration of services across:
 - (A) programs; and
 - (B) state agencies;

for children with special health needs.

SECTION 117. IC 4-23-27 IS ADDED TO THE INDIANA CODE AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]:

Chapter 27. Children's Health Policy Board

Sec. 1. As used in this chapter, "board" refers to the children's health policy board established by section 2 of this chapter.

Sec. 2. The children's health policy board is established.

Sec. 3. The board consists of the following members:

- (1) The chair, appointed by the governor.
- (2) The secretary of family and social services.
- (3) The state health commissioner.



- (4) The insurance commissioner of Indiana.
- (5) The state personnel director.
- (6) The budget director.
- (7) The state superintendent of public instruction.

Sec. 4. The governor may appoint a member of the board listed under section 3(2) through 3(7) of this chapter as chair of the board.

Sec. 5. (a) Four (4) members of the board constitute a quorum.

(b) The affirmative vote of at least four (4) members of the board is required for the board to take any official action.

Sec. 6. (a) The board shall meet monthly at the call of the chair.

(b) The board shall hold public hearings in diverse locations throughout the state at least three (3) times each year.

Sec. 7. The board shall direct policy coordination of children's health programs by doing the following:

(1) Developing a comprehensive policy in the following areas:

- (A) Appropriate delivery systems of care.
- (B) Enhanced access to care.
- (C) The use of various program funding for maximum efficiency.
- (D) The optimal provider participation in various programs.
- (E) The potential for expanding health insurance coverage to other populations.
- (F) Technology needs, including technology to coordinate payment for services provided through the children's health insurance program under IC 12-17.6 with:
 - (i) services provided to children with special health needs; and
 - (ii) public health programs designed to protect all children.
- (G) Appropriate organizational structure to implement health policy in the state.

(2) Coordinating aspects of existing children's health programs, including the children's health insurance program, Medicaid managed care for children, first steps, and children's special health care services, in order to achieve a more seamless system easily accessible by participants and providers, specifically in the following areas:

- (A) Identification of potential enrollees.
- (B) Outreach.
- (C) Eligibility criteria.
- (D) Enrollment.
- (E) Benefits and coverage issues.
- (F) Provider requirements.
- (G) Evaluation.
- (H) Procurement policies.
- (I) Information technology systems.

(3) Reviewing, analyzing, disseminating, and using data when making policy decisions.

(4) Overseeing implementation of the children's health insurance program under IC 12-17.6, including:

- (A) reviewing:
 - (i) benefits provided by;
 - (ii) eligibility requirements for; and
 - (iii) each evaluation of;

the children's health insurance program on an annual basis in light of available funding; and

(B) making recommendations for changes to the children's health insurance program



to the office of the children's health insurance program established under IC 12-17.6-2-1.

Sec. 8. The board may draw upon the expertise of other boards, committees, and individuals whenever the board determines that such expertise is needed.

SECTION 117. IC 12-7-2-52.2 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: **Sec. 52.2. "Crowd out", for purposes of IC 12-17.6, has the meaning set forth in IC 12-17.6-1-2.**

SECTION 118. IC 12-7-2-91 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 91. "Fund" means the following:

- (1) For purposes of IC 12-12-1-9, the fund described in IC 12-12-1-9.
- (2) For purposes of IC 12-13-8, the meaning set forth in IC 12-13-8-1.
- (3) For purposes of IC 12-15-20, the meaning set forth in IC 12-15-20-1.
- (4) For purposes of IC 12-17-12, the meaning set forth in IC 12-17-12-4.
- (5) For purposes of IC 12-17.6, the meaning set forth in IC 12-17.6-1-3.**
- ~~(6)~~ (6) For purposes of IC 12-18-4, the meaning set forth in IC 12-18-4-1.
- ~~(7)~~ (7) For purposes of IC 12-18-5, the meaning set forth in IC 12-18-5-1.
- ~~(8)~~ (8) For purposes of IC 12-19-3, the meaning set forth in IC 12-19-3-1.
- ~~(9)~~ (9) For purposes of IC 12-19-4, the meaning set forth in IC 12-19-4-1.
- ~~(10)~~ (10) For purposes of IC 12-19-7, the meaning set forth in IC 12-19-7-2.
- ~~(11)~~ (11) For purposes of IC 12-23-2, the meaning set forth in IC 12-23-2-1.
- ~~(12)~~ (12) For purposes of IC 12-24-6, the meaning set forth in IC 12-24-6-1.
- ~~(13)~~ (13) For purposes of IC 12-24-14, the meaning set forth in IC 12-24-14-1.
- ~~(14)~~ (14) For purposes of IC 12-30-7, the meaning set forth in IC 12-30-7-3.

SECTION 119. IC 12-7-2-134 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 134. "Office" means the following:

- (1) Except as provided in subdivisions (2) and (3), the office of Medicaid policy and planning established by IC 12-8-6-1.
- (2) For purposes of IC 12-10-13, the meaning set forth in IC 12-10-13-4.
- (3) For purposes of ~~IC 12-17-18~~, **IC 12-17.6**, the meaning set forth in ~~IC 12-17-18-1~~. **IC 12-17.6-1-4.**

SECTION 120. IC 12-7-2-146 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 146. "Program" refers to the following:

- (1) For purposes of IC 12-10-7, the adult guardianship services program established by IC 12-10-7-5.
- (2) For purposes of IC 12-10-10, the meaning set forth in IC 12-10-10-5.
- (3) For purposes of IC 12-17.6, the meaning set forth in IC 12-17.6-1-5.**

SECTION 121. IC 12-7-2-149 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 149. "Provider" means the following:

- (1) For purposes of IC 12-10-7, the meaning set forth in IC 12-10-7-3.
- (2) For purposes of the following statutes, an individual, a partnership, a corporation, or a governmental entity that is enrolled in the Medicaid program under rules adopted under IC 4-22-2 by the office of Medicaid policy and planning:
 - (A) IC 12-14-1 through IC 12-14-9.
 - (B) IC 12-15, except IC 12-15-32, IC 12-15-33, and IC 12-15-34.
 - (C) IC 12-17-10.
 - (D) IC 12-17-11.
 - (E) IC 12-17.6.**
- (3) For purposes of IC 12-17-9, the meaning set forth in IC 12-17-9-2.



(4) For purposes of IC 12-17-18, the meaning set forth in IC 12-17-18-2.

(5) For the purposes of IC 12-17.2, a person who operates a child care center or child care home under IC 12-17.2.

(6) (5) For purposes of IC 12-17.4, a person who operates a child caring institution, foster family home, group home, or child placing agency under IC 12-17.4.

SECTION 122. IC 12-13-8-4 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 4. For taxes first due and payable in 1990, each county shall impose a medical assistance property tax levy equal to the amount determined using the following formula:

STEP ONE: Determine the sum of the amounts that were incurred by the county as determined by the state board of accounts for all medical care, including psychiatric care and institutional psychiatric care, for wards of the county office (described in ~~IC 12-15-2-15~~ IC 12-15-2-16) that was provided in 1986, 1987, and 1988.

STEP TWO: Subtract from the amount determined in STEP ONE the sum of:

- (A) the amount of bank taxes (IC 6-5-10);
- (B) the amount of savings and loan association taxes (IC 6-5-11);
- (C) the amount of production credit association taxes (IC 6-5-12); plus
- (D) the amount of motor vehicle excise taxes (IC 6-6-5);

that were allocated to the county welfare fund and used to pay for the medical care for wards provided in 1986, 1987, and 1988.

STEP THREE: Divide the amount determined in STEP TWO by three (3).

STEP FOUR: Adjust the amount determined in STEP THREE by the amount determined by the state board of tax commissioners under section 6 of this chapter.

STEP FIVE: Multiply the amount determined in STEP FOUR by the greater of:

- (A) the assessed value growth quotient determined under IC 6-1.1-18.5-2 for the county for property taxes first due and payable in 1990; or
- (B) the statewide average assessed value growth quotient using the county assessed value growth quotients determined under IC 6-1.1-18.5-2 for property taxes first due and payable in 1990.

STEP SIX: Multiply the amount determined in STEP FIVE by the statewide average assessed value growth quotient, using all the county assessed value growth quotients determined under IC 6-1.1-18.5-2 for the year in which the tax levy under this section will be first due and payable.

SECTION 123. IC 12-15-1-19 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: **Sec. 19. The office may, in administering managed care programs, contract with community entities, including private entities, to do the following:**

- (1) Outreach for and enrollment in the managed care programs.**
- (2) Provision of services.**
- (3) Consumer education and public health education.**

SECTION 124. IC 12-15-2-14 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 14. (a) An individual:

- (1) who is less than ~~one (1) year~~ **nineteen (19) years** of age;
- (2) who is not described in 42 U.S.C. 1396a(a)(10)(A)(i); and
- (3) whose family income does not exceed the income level established in subsection (b);

is eligible to receive Medicaid.

(b) An individual described in this section is eligible to receive Medicaid, subject to 42 U.S.C. 1396a et seq., if the individual's family income does not exceed one hundred fifty percent (150%) of the federal income poverty level for the same size family.

(c) The office may apply a resource standard in determining the eligibility of an individual



described in this section.

SECTION 125. IC 12-15-2-15.7 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 15.7. ~~(a)~~ An individual who is less than nineteen (19) years of age and who is eligible for Medicaid under ~~sections section 14 through 15.6~~ of this chapter is eligible to receive Medicaid until the earlier of the following:

- (1) The end of a period of twelve (12) consecutive months following a determination of the individual's eligibility for Medicaid.
- (2) The individual becomes nineteen (19) years of age.

~~(b) This section expires August 31, 1999.~~

SECTION 126. IC 12-15-4-5 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: **Sec. 5. The office shall implement outreach strategies that build on community resources.**

SECTION 127. IC 12-15-20-2 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 2. The Medicaid indigent care trust fund is established to pay the state's share of the following:

- (1) Enhanced disproportionate share payments to providers under IC 12-15-19.
- (2) Disproportionate share payments and significant disproportionate share payments for certain outpatient services under IC 12-15-17-3.
- (3) Medicaid payments for pregnant women described in IC 12-15-2-13 and infants and children described in IC 12-15-2-14. ~~IC 12-15-2-15, and IC 12-15-2-15.5.~~
- (4) Municipal disproportionate share payments to providers under IC 12-15-19-8.

SECTION 128. IC 12-15-33-2 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 2. The Medicaid advisory committee is created to act in an advisory capacity to the following:

- (1) The office in the administration of the Medicaid program.
- (2) **The children's health policy board established by IC 4-23-27-2 in the board's responsibility to direct policy coordination of children's health programs.**

SECTION 129. IC 12-15-33-3 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 3. The committee shall be appointed as follows:

- (1) One (1) member shall be appointed by the administrator of the office to represent each of the following organizations:
 - (A) Indiana Council of Community Mental Health Centers.
 - (B) Indiana State Medical Association.
 - (C) Indiana State Chapter of the American Academy of Pediatrics.
 - (D) Indiana Hospital Association.
 - (E) Indiana Dental Association.
 - (F) Indiana State Psychiatric Association.
 - (G) Indiana State Osteopathic Association.
 - (H) Indiana State Nurses Association.
 - (I) Indiana State Licensed Practical Nurses Association.
 - (J) Indiana State Podiatry Association.
 - (K) Indiana Health Care Association.
 - (L) Indiana Optometric Association.
 - (M) Indiana Pharmaceutical Association.
 - (N) Indiana Psychological Association.
 - (O) Indiana State Chiropractic Association.
 - (P) Indiana Ambulance Association.
 - (Q) Indiana Association for Home Care.



- (R) Indiana Academy of Ophthalmology.
- (S) Indiana Speech and Hearing Association.
- (2) ~~Eight (8)~~ **Ten (10)** members shall be appointed by the governor as follows:
 - (A) One (1) member who represents agricultural interests.
 - (B) One (1) member who represents business and industrial interests.
 - (C) One (1) member who represents labor interests.
 - (D) One (1) member who represents insurance interests.
 - (E) One (1) member who represents a statewide taxpayer association.
 - (F) **Two (2) members who are parent advocates.**
 - (G) Three (3) members who represent Indiana citizens.
- (3) One (1) member shall be appointed by the president pro tempore of the senate acting in the capacity as president pro tempore of the senate to represent the senate.
- (4) One (1) member shall be appointed by the speaker of the house of representatives to represent the house of representatives.

SECTION 130. IC 12-17.6 IS ADDED TO THE INDIANA CODE AS A NEW ARTICLE TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]:

ARTICLE 17.6. CHILDREN'S HEALTH INSURANCE PROGRAM

Chapter 1. Definitions

Sec. 1. The definitions in this chapter apply throughout this article.

Sec. 2. "Crowd out" means the extent to which:

- (1) families substitute coverage offered under the program for employer sponsored health insurance coverage for children; or
 - (2) employers:
 - (A) reduce or eliminate health insurance benefits for children under an employer based health insurance plan; or
 - (B) increase the employee's share of the cost of benefits for children under an employer based health insurance plan relative to the total cost of the plan;
- as a result of the program.

Sec. 3. "Fund" refers to the children's health insurance program fund established by IC 12-17.6-7-1.

Sec. 4. "Office" refers to the office of the children's health insurance program established by IC 12-17.6-2-1.

Sec. 5. "Program" refers to the children's health insurance program established by IC 12-17.6-2.

Sec. 6. "Provider" has the meaning set forth in IC 12-7-2-149(2).

Chapter 2. Program Administration

Sec. 1. The office of the children's health insurance program is established within the office of the secretary.

Sec. 2. The office shall design and administer a system to provide health benefits coverage for children eligible for the program.

Sec. 3. To the greatest extent possible, the office shall use the same:

- (1) eligibility determination;
- (2) enrollment;
- (3) provider networks; and
- (4) claims payment systems;

as are used by the Medicaid managed care program for children.

Sec. 4. The office shall evaluate the feasibility of the following:

- (1) Establishing a program to subsidize employer sponsored coverage under the program.



(2) Expanding health insurance coverage under the program to other populations as provided under section 2105(c)(3) of the federal Social Security Act.

Sec. 5. Reviews of the program shall:

- (1) be conducted in compliance with federal requirements; and
- (2) include an analysis of the extent to which crowd out is occurring.

Sec. 6. The office shall do the following:

- (1) Establish performance criteria and evaluation measures.
- (2) Monitor program performance.
- (3) Adopt a sliding scale formula that:
 - (A) specifies the premiums, if any, to be paid by the parent or guardian of a child enrolled in the program; and
 - (B) is based on the child's family income.

Sec. 7. (a) The office shall contract with an independent organization to evaluate the program.

(b) The office shall report the results of each evaluation to the children's health policy board established by IC 4-23-27-2.

(c) This section does not modify the requirements of other statutes relating to the confidentiality of medical records.

Sec. 8. The office may, in administering the program, contract with community entities, including private entities, to do the following:

- (1) Outreach for and enrollment in the managed care program.
- (2) Provision of services.
- (3) Consumer education and public health education.

Sec. 9. (a) The office shall incorporate creative methods, reflective of community level objectives and input, to do the following:

- (1) Encourage beneficial and appropriate use of health care services.
- (2) Pursue efforts to enhance provider availability.

(b) In determining the best approach for each area, the office shall do the following:

- (1) Evaluate distinct market areas.
- (2) Weigh the advantages and disadvantages of alternative delivery models, including the following:
 - (A) Risk based managed care only.
 - (B) Primary care gatekeeper model only.
 - (C) A combination of clauses (A) and (B).

Sec. 10. (a) The office may establish a program to subsidize employer sponsored coverage for:

- (1) eligible individuals; and
- (2) the families of eligible individuals;

consistent with federal law.

(b) If the office establishes a program under subsection (a), the employer sponsored benefit package must comply with federal law.

Sec. 11. (a) The office shall adopt rules under IC 4-22-2 to implement the program.

(b) The office may adopt emergency rules under IC 4-22-2-37.1 to implement the program on an emergency basis.

Sec. 12. Not later than April 1, the office shall provide a report describing the program's activities during the preceding calendar year to the:

- (1) budget committee;
- (2) legislative council; and
- (3) children's health policy board established by IC 4-23-27-2.



Chapter 3. Eligibility, Outreach, and Enrollment

Sec. 1. This chapter does not apply until January 1, 2000.

Sec. 2. (a) To be eligible to enroll in the program, a child must meet the following requirements:

- (1) The child is less than nineteen (19) years of age.**
- (2) The child is a member of a family with an annual income of:**
 - (A) more than one hundred fifty percent (150%); and**
 - (B) not more than two hundred percent (200%);****of the federal income poverty level.**
- (3) The child is a resident of Indiana.**
- (4) The child meets all eligibility requirements under Title XXI of the federal Social Security Act.**
- (5) The child's family agrees to pay any cost sharing amounts required by the office.**

(b) The office may adjust eligibility requirements based on available program resources under rules adopted under IC 4-22-2.

Sec. 3. (a) Subject to subsection (b), a child who is eligible for the program shall receive services from the program until the earlier of the following:

- (1) The end of a period of twelve (12) consecutive months following the determination of the child's eligibility for the program.**
- (2) The child becomes nineteen (19) years of age.**

(b) Subsection (a) applies only if the child and the child's family comply with enrollment requirements.

Sec. 4. The office shall implement outreach strategies that build on community resources.

Sec. 5. A child may apply at an enrollment center as provided in IC 12-15-4-1 to receive health care services from the program if the child meets the eligibility requirements of section 2 of this chapter.

Chapter 4. Benefits, Crowd Out, and Cost Sharing

Sec. 1. This chapter does not apply until January 1, 2000.

Sec. 2. The benefit package provided under the program shall:

- (1) comply with federal law;**
- (2) focus on age appropriate preventive, primary, and acute care services; and**
- (3) include physician services (as defined in 42 U.S.C. 1395x(q)) provided by a physician (as defined in 42 U.S.C. 1395x(r)).**

Sec. 3. If the state prohibits private individual and group health insurance plans from imposing:

- (1) treatment limitations; or**
- (2) financial requirements;**

on the coverage of services for a mental illness if similar limitations or requirements are not imposed on the coverage of services for other medical or surgical conditions, the program shall provide the same prohibitions beginning on the same date as the prohibition is implemented for private individual and group health insurance plans.

Sec. 4. Premium and cost sharing amounts established by the office are limited by the following:

- (1) Deductibles, coinsurance, or other cost sharing are not permitted with respect to benefits for well-baby and well-child care, including age appropriate immunizations.**
- (2) Premiums and other cost sharing may be imposed based on family income. However, the total annual aggregate cost sharing with respect to all children in a family under this article may not exceed five percent (5%) of the family's income for the year.**



Sec. 5. The office may do the following:

- (1) Determine cost sharing amounts.**
- (2) Determine waiting periods which may not exceed three (3) months and exceptions to the requirement of waiting periods for potential enrollees in the program.**
- (3) Adopt additional methods for complying with federal requirements relating to crowd out.**

Sec. 6. (a) It is a violation of IC 27-4-1-4 if an insurer, or an insurance agent or insurance broker compensated by the insurer, knowingly or intentionally refers an insured or the dependent of an insured to the program for health insurance coverage when the insured already receives health insurance coverage through an employer's health care plan that is underwritten by the insurer.

(b) The office shall coordinate with the children's health policy board under IC 4-23-27 to evaluate the need for mechanisms that minimize the incentive for an employer to eliminate or reduce health care coverage for an employee's dependents.

Sec. 7. Community health centers shall be utilized to provide health care services.

Chapter 5. Provider Contracts

Sec. 1. This chapter does not apply until January 1, 2000.

Sec. 2. A provider agreement must include information that the office finds necessary to facilitate carrying out IC 12-17.6.

Sec. 3. A provider who participates in the program, including a provider who is a member of a managed care organization, must comply with the enrollment requirements that are established under IC 12-15.

Sec. 4. (a) A provider that participates in the Medicaid program as provided in IC 12-15-12 is considered a provider for purposes of the program.

(b) A provider that enters into a provider agreement with the program under this chapter is considered a provider in the Medicaid program under IC 12-15.

(c) If an enrollee in the Medicaid managed care program for children has direct access to a provider who has entered into a provider agreement under IC 12-15-11, an enrollee in the program has direct access to the same provider.

Chapter 6. Provider Sanctions, Theft, Kickbacks, and Bribes

Sec. 1. This chapter does not apply until January 1, 2000.

Sec. 2. If after investigation the office finds that a provider has violated this article or rule adopted under this article, the office may impose at least one (1) of the following sanctions:

- (1) Deny payment to the provider for program services provided during a specified time.**
- (2) Reject a prospective provider's application for participation in the program.**
- (3) Terminate a provider agreement allowing a provider's participation in the program.**
- (4) Assess a civil penalty against the provider in an amount not to exceed three (3) times the amount paid to the provider in excess of the amount that was legally due.**
- (5) Assess an interest charge, at a rate not to exceed the rate established by IC 24-4.6-1-101(2) for judgments on money, on the amount paid to the provider in excess of the amount that was legally due. The interest charge accrues from the date of the overpayment to the provider.**

Sec. 3. In addition to any sanction imposed on a provider under section 2 of this chapter, a provider convicted of an offense under IC 35-43-5-7.2 is ineligible to participate in the program for ten (10) years after the conviction.

Sec. 4. A provider may appeal a sanction imposed under section 2 of this chapter under rules concerning Medicaid provider appeals that are adopted by the secretary under IC 4-22-2.

Sec. 5. After exhausting all administrative remedies, a provider may obtain judicial review



of a sanction under IC 4-21.5-5.

Sec. 6. A final directive made by the office that:

- (1) denies payment to a provider for medical services provided during a specified period of time; or
- (2) terminates a provider agreement permitting a provider's participation in the program; must direct the provider to inform each eligible recipient of services, before services are provided, that the office will not pay for those services if provided.

Sec. 7. Subject to section 8 of this chapter, a final directive:

- (1) denying payment to a provider;
 - (2) rejecting a prospective provider's application for participation in the program; or
 - (3) terminating a provider agreement allowing a provider's participation in the program;
- must be for a sufficient time, in the opinion of the office, to allow for the correction of all deficiencies or to prevent further abuses.

Sec. 8. Except as provided in section 10 of this chapter, a provider sanctioned under section 2 of this chapter may not be declared reinstated as a provider under this article until the office has received the following:

- (1) Full repayment of the amount paid to the provider in excess of the proper and legal amount due, including any interest charge assessed by the office.
- (2) Full payment of a civil penalty assessed under section 2(4) of this chapter.

Sec. 9. Except as provided in section 10 of this chapter, a provider sanctioned under section 2 of this chapter may file an agreement as provided in IC 12-17.6-5.

Sec. 10. A provider who has been:

- (1) convicted of a crime relating to the provision of services under this chapter; or
- (2) subjected to a sanction under section 2 of this chapter on three (3) separate occasions by directive of the office;

is ineligible to submit claims for the program.

Sec. 11. Evidence that a person or provider received money or other benefits as a result of a violation of:

- (1) a provision of this article; or
- (2) a rule established by the office under this article;

constitutes prima facie evidence, for purposes of IC 35-43-4-2, that the person or provider intended to deprive the state of a part of the value of the money or benefits.

Sec. 12. A person who furnishes items or services to an individual for which payment is or may be made under this chapter and who knowingly or intentionally solicits, offers, or receives a:

- (1) kickback or bribe in connection with the furnishing of the items or services or the making or receipt of the payment; or
- (2) rebate of a fee or charge for referring the individual to another person for the furnishing of items or services;

commits a Class A misdemeanor.

Chapter 7. Funding

Sec. 1. The children's health insurance program fund is established for the purpose of paying expenses relating to:

- (1) the program;
- (2) services offered through the program for children enrolled in the program; and
- (3) services and administration eligible for reimbursement under Title XXI of the federal Social Security Act for children enrolled in Medicaid under IC 12-15-2-14.

Sec. 2. The office shall administer the fund.



Sec. 3. The fund consists of the following:

- (1) Amounts appropriated by the general assembly.
- (2) Amounts appropriated by the federal government.
- (3) Fees, charges, gifts, grants, donations, money received from any other source, and other income funds as may become available.

Sec. 4. The treasurer of state shall invest the money in the fund not currently needed to meet the obligations of the fund in the same manner as other public funds may be invested.

Sec. 5. Money in the fund at the end of a state fiscal year does not revert to the state general fund.

Chapter 8. Appeals and Hearings

Sec. 1. This chapter does not apply until January 1, 2000.

Sec. 2. An applicant for or a recipient of services under the program may appeal to the office if at least one (1) of the following occurs:

- (1) An application or a request is not acted upon by the office within a reasonable time after the application or request is filed.
- (2) The application is denied.
- (3) The applicant or recipient is dissatisfied with the action of the office.

Sec. 3. The secretary shall conduct hearings and appeals concerning the program under IC 4-21.5.

Sec. 4. The office shall, upon receipt of notice of appeal under section 2 of this chapter, set the matter for hearing and give the applicant or recipient an opportunity for a fair hearing in the county in which the applicant or recipient resides.

Sec. 5. (a) At a hearing held under section 4 of this chapter, the applicant or recipient and the office may introduce additional evidence.

(b) A hearing held under section 4 of this chapter shall be conducted under rules adopted by the secretary for applicants and recipients of Medicaid that are not inconsistent with IC 4-21.5 and the program.

Sec. 6. The office:

- (1) may make necessary additional investigations; and
- (2) shall make decisions concerning the:
 - (A) granting of program services; and
 - (B) amount of program services to be granted;

to an applicant or a recipient that the office believes are justified and in conformity with the program.

Chapter 9. Confidentiality and Release of Information

Sec. 1. This chapter does not apply until January 1, 2000.

Sec. 2. The following concerning a program applicant or recipient under the program are confidential, except as otherwise provided in this chapter:

- (1) An application.
- (2) An investigation report.
- (3) An information.
- (4) A record.

Sec. 3. The use and the disclosure of the information described in this chapter to persons authorized by law in connection with the official duties relating to:

- (1) financial audits;
- (2) legislative investigations; or
- (3) other purposes directly connected with the administration of the program;

is authorized.



Sec. 4. (a) The release and use of information of a general nature shall be provided as needed for adequate interpretation or development of the program.

(b) The information described in subsection (a) includes the following:

- (1) Total program expenditures.**
- (2) The number of recipients.**
- (3) Statistical and social data used in connection with studies.**
- (4) Reports or surveys on health and welfare problems.**

Sec. 5. The office shall make available the following to providers for immediate access to information indicating whether an individual is eligible for the program:

- (1) A twenty-four (24) hour telephone system.**
- (2) A computerized data retrieval system.**

Sec. 6. Information released under section 5 of this chapter is limited to the following:

- (1) Disclosure of whether an individual is eligible for the program.**
- (2) The date the individual became eligible for the program and the individual's program number.**
- (3) Restrictions, if any, on the scope of services to be reimbursed under the program for the individual.**

Sec. 7. Information obtained by a provider under this chapter concerning an individual's eligibility for the program is confidential and may not be disclosed to any person.

Sec. 8. If it is established that a provision of this chapter causes the program to be ineligible for federal financial participation, the provision is limited or restricted to the extent that is essential to make the program eligible for federal financial participation.

SECTION 131. IC 16-41-40-5 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 5. (a) A program established under this chapter must include the distribution of readily understandable information and instructional materials regarding shaken baby syndrome, explaining its medical effects on infants and children and emphasizing preventive measures.

(b) The information and instructional materials described in subsection (a) must be provided without cost by the following:

- (1) Each hospital licensed under IC 16-21, to a parent or guardian of each newborn upon discharge from the hospital.**
- (2) The division of family and children to each provider (as defined in IC 12-7-2-149(4)) or ~~IC 12-7-2-149(5)~~ when:**
 - (A) the provider applies for a license from the division under IC 12-17.2 or IC 12-17.4; or**
 - (B) the division inspects a facility operated by a provider.**

SECTION 132. IC 35-43-5-7.2 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2000]: **Sec. 7.2. (a) Except as provided in subsection (b), a person who knowingly or intentionally:**

- (1) files a children's health insurance program claim, including an electronic claim, in violation of IC 12-17.6;**
- (2) obtains payment from the children's health insurance program under IC 12-17.6 by means of a false or misleading oral or written statement or other fraudulent means;**
- (3) acquires a provider number under the children's health insurance program except as authorized by law;**
- (4) alters with intent to defraud or falsifies documents or records of a provider (as defined in 42 CFR 1002.301) that are required to be kept under the children's health insurance program; or**
- (5) conceals information for the purpose of applying for or receiving unauthorized payments from the children's health insurance program;**



commits insurance fraud, a Class D felony.

(b) The offense described in subsection (a) is a Class C felony if the fair market value of the claim or payment is at least fifty thousand dollars (\$50,000).

SECTION 133. THE FOLLOWING ARE REPEALED [EFFECTIVE UPON PASSAGE]: IC 12-7-2-139.1; IC 12-17-18.

SECTION 134. THE FOLLOWING ARE REPEALED [EFFECTIVE JULY 1, 1999]: IC 12-15-2-15; IC 12-15-2-15.5.

SECTION 135. [EFFECTIVE UPON PASSAGE] **(a) The office may apply to the Secretary of the United States Department of Health and Human Services for a waiver to provide family coverage from the children's health insurance program under IC 12-17.6 when it is economically efficient to provide family coverage.**

(b) This SECTION expires January 1, 2001.

SECTION 136. IC 4-34-3-2 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 2. (a) ~~Two million dollars (\$2,000,000) from Money~~ in the fund shall be allocated annually to libraries, including the INSPIRE project.

(b) The Indiana library and historical board established by IC 4-23-7-2 and the budget agency may jointly make rules necessary or appropriate to the administration of this chapter.

(c) Each library in Indiana is entitled in each calendar year to apply to the Indiana library and historical board for a grant for a technology project. From time to time, but not more often than semiannually, the Indiana library and historical board shall make recommendations to the budget agency as to grants from the Indiana technology fund. After review by the budget committee established by IC 4-12-1-3 and approval by the governor, the budget agency may allot money to the Indiana library and historical board for the grants.

SECTION 137. IC 4-34-3-4 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 4. ~~Three million dollars (\$3,000,000) from Money~~ in the fund shall be allocated annually to the intelenet commission (IC 5-21-2-1) to make matching grants to school corporations for Internet connections for a school corporation. The intelenet commission shall develop a plan to implement grants under this section. The budget committee shall review the plan. The budget agency must approve of the plan.

SECTION 138. IC 4-34-3-5 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 5. ~~The following amount from Money~~ in the fund shall be allocated annually to the technology grant plan program established under IC 20-10.1-25.3 for the following purpose: ~~Fifteen million dollars (\$15,000,000)~~ For technology plan grants to school corporations under IC 20-10.1-25.3. The department of education shall develop a plan for funding all school corporations within a six (6) year cycle. The total technology grant amount to a qualifying school corporation is the amount determined by the department multiplied by the school corporation's ADM. The amount may ~~not exceed two is one hundred dollars (\$200):~~ **(\$100).**

SECTION 139. IC 20-8.1-9-2 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 2. The department shall adopt procedures that must be followed by applicants in order for them to qualify for assistance under this chapter. The financial eligibility standard for an applicant under this chapter must be the same criteria used for determining eligibility for receiving free lunches **or reduced price lunches** under the national school lunch program.

SECTION 140. IC 4-10-20 IS ADDED TO THE INDIANA CODE AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]:

Chapter 20. Targeted Tax Relief Fund

Sec. 1. The targeted tax relief fund is established. The fund shall be administered by the treasurer of state.

Sec. 2. The interest earned on money in the fund shall be credited to the fund.



Sec. 3. Money in the fund at the end of a state fiscal year does not revert to the state general fund

Sec. 4. Money in the fund is appropriated to pay inventory tax credits under IC 6-1.1-20.5 and textbook credits under IC 21-3-12.

Sec. 5. (a) The state board of tax commissioners shall annually provide an estimate of the amount required to pay the inventory tax credits under IC 6-1.1-20.5 and the department of education shall annually provide an estimate of the amount required to pay the the textbook credits under IC 21-3-12 to the property tax replacement fund board. The property tax replacement fund board shall review the estimates and approve the credits.

(b) Notwithstanding IC 6-1.1-20.5 and IC 21-3-12, if the property tax replacement fund board determines that the amount remaining in the fund will be less than the amount required to pay the credits under section 4 of this chapter, the board shall estimate the maximum credits that may be provided under IC 21-3-12 with the balance in the fund. If there are sufficient revenues to pay the credits under IC 21-3-12, the property tax replacement fund board estimate the maximum credits that may be provided under IC 6-1.1-20.5 with the balance in the fund after the textbook credits are paid. The property tax replacement fund board shall make the final determination of the amount of credits that may be allocated from the fund.

SECTION 141. IC 21-3-12 IS ADDED TO THE INDIANA CODE AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]:

Chapter 12. Textbook Credits

Sec. 1. As used in this SECTION, "accredited nonpublic school" means a nonpublic school that:

- (1) voluntarily seeks; and**
- (2) receives;**

accreditation as authorized under IC 20-1-1-6(a)(5).

Sec. 2. Except as otherwise provided in this chapter, for each school year beginning in 1999 and thereafter, a student or the student's parent, guardian, or custodian is entitled to a credit against the first fifty dollars (\$50) of charges imposed by a school corporation (as defined in IC 36-1-2-17) or an accredited nonpublic school for:

- (1) rental fees; or**
- (2) other costs;**

in a school year for each student's textbooks or materials.

Sec. 3. Each school corporation or accredited nonpublic school shall deduct the credit under this chapter from the charges imposed on a student or the student's parent, guardian, or custodian until the entire credit is used. A student or the student's parent, guardian, or custodian is not entitled to a refund if the credit exceeds the amount due.

Sec. 4. To qualify for a reimbursement under section 5 of this chapter, a school corporation or an accredited nonpublic school must provide to the payor a statement for rental fees or other costs for textbooks or materials. This statement must conspicuously include the following notice: "The 1999 Indiana General Assembly enacted a textbook fee reduction paid from state revenues. The credit is \$50 for each student."

Sec. 5. (a) A school corporation or an accredited nonpublic school granting a credit to a student or the student's parent, guardian, or custodian under this chapter may submit a claim for reimbursement for the actual amount of the credits given under this chapter to the department of education. The department of education shall prescribe forms and establish procedures for the submission and payment of claims.

(b) A claim submitted under this chapter must be paid within ten (10) days after the claim is properly filed. The department of education may make a payment under this chapter by



electronic funds transfer.

Sec. 6. This chapter does not apply to students who are eligible for free textbook rental under another state funded program.

Sec. 7. Subject to IC 4-10-20, there is appropriated from the targeted tax relief fund the amount necessary to pay claims submitted under this chapter.

SECTION 142. IC 4-13.5-1-1 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 1. As used in this article:

"Commission" refers to the state office building commission.

"Construction" means the erection, renovation, refurbishing, or alteration of all or any part of buildings, improvements, or other structures, including installation of fixtures or equipment, landscaping of grounds, site work, and providing for other ancillary facilities pertinent to the buildings or structures.

"Correctional facility" means a building, a structure, or an improvement for the custody, care, confinement, or treatment of committed persons under IC 11.

"Department" refers to the Indiana department of administration.

"Mental health facility" means a building, a structure, or an improvement for the care, maintenance, or treatment of persons with mental or addictive disorders.

"Facility" means all or any part of one (1) or more buildings, structures, or improvements (whether new or existing), or parking areas (whether surface or an above or below ground parking garage or garages), owned or leased by the commission or the state for the purpose of:

- (1) housing the personnel or activities of state agencies or branches of state government;
- (2) providing transportation or parking for state employees or persons having business with state government; ~~or~~
- (3) providing a correctional facility; **or**
- (4) providing a mental health facility.**

"Person" means an individual, a partnership, a corporation, a limited liability company, an unincorporated association, or a governmental entity.

"State agency" means an authority, a board, a commission, a committee, a department, a division, or other instrumentality of state government but does not include a state educational institution (as defined in IC 20-12-0.5-1).

Renumber all SECTIONS consecutively.

and when so amended that said bill do pass.

(Reference is to HB 1001 as introduced.)

BAUER, Chair

Committee Vote: yeas 15, nays 11.



HOUSE MOTION

Mr. Speaker: I move that House Bill 1001 be amended to read as follows:

Page 18, line 35, delete "32,624,730" and insert "**33,424,730**".

Page 19, line 20, delete "30,745,033 30,745,033" and insert "**30,345,033 30,345,033**".

Page 22, line 42, delete "(\$5,500,000)" and insert "**\$5,500,000**".

Page 44, delete lines 9 through 10.

Page 56, line 19, delete "37,623,785" and insert "**42,623,785**".

Page 59, line 18, delete "428,700 428,700" and insert "**1,428,700 1,428,700**".

Page 59, line 20, delete "3,500,000 3,500,000" and insert "**2,500,000 2,500,000**".

Page 64, between lines 41 and 42, begin a new line and insert:

"DIVISION OF LABOR STUDIES IN CONTINUING EDUCATION

Total Operating Expense 380,000 380,000".

Page 74, line 25, delete "1,267,476,954" and insert "**1,267,746,954**".

Page 86, line 23, delete "169,380,252" and insert "**169,380,243**".

Page 92, line 16, delete "130,016,753" and insert "**177,522,753**".

Page 95, between lines 40 and 41, begin a new line and insert:

"The above appropriation for the Indiana technology fund includes the following allocations for libraries, Intelenet, department of education/technology grants, department of education/scientific instrument project, professional development in technology, and IHETS for the state backbone."

Page 97, line 30, after "Ministry" insert "**- freezer**".

Page 97, line 31, after "Ministry" insert "**- freezer**".

Page 97, line 34, delete "Brother's Keeper" and insert "**Brothers Keepers, Inc.**".

Page 97, line 35, after "Keepers" insert "**, Inc.**".

Page 98, line 23, delete "Campus/SB Heritage Found." and insert "**Campus/South Bend Heritage Foundation**".

Page 98, line 24, delete "Heritange" and insert "**Heritage**".

Page 100, line 28, after "Net" insert "**Foundation**".

Page 102, line 6, delete "masks" and insert "**masks/equipment**".

Page 103, line 16, delete "Co." and insert "**City**".

Page 104, line 33, delete "Mars" and insert "**Marrs**".

Page 133, line 27, delete "IC 6-3-2.5-1; IC 6-3-2.5-10;"

Page 134, line 35, delete "(I)" and insert "**(i)**".

Page 134, line 40, delete ""."

Page 166, line 48, after "connections" insert "**and related equipment**".

Page 167, line 6, strike "The total"

Page 167, strike line 7.

Page 167, line 8, strike "multiplied by the school corporation's ADM. The amount may".

Page 167, line 8, delete "is one".

Page 167, line 8, strike "hundred dollars".

Page 167, line 9, delete "(\$100)."

Page 167, between lines 14 and 15, begin a new paragraph and insert:

"SECTION 148. IC 20-10.1-25.3-9 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 9. The total technology plan grant amount to a qualifying school corporation is the amount determined by the department, with advice from the council, multiplied by the school corporation's ADM.



The amount ~~may not exceed two~~ **is one** hundred dollars (~~\$200~~). (**\$100**). However, for the purposes of determining the ADM of a school corporation, students who are transferred under IC 20-8.1-6.1 or IC 20-8.1-6.5 shall be counted as students having legal settlement in the transferee corporation and not having legal settlement in the transferor corporation."

Page 167, line 33, after "board" insert "**shall**".

Renumber all SECTIONS consecutively.

(Reference is to HB 1001 as printed February 22, 1999.)

BAUER



Total Operating Expense 1,000,000

1,000,000

The above appropriations shall be used for minimum security release programs, transition programs, and supervision and assistance to offenders on parole to assure the successful integration of the offenders into the community without incidents of recidivism (repeat offenses)."

Page 17, line 40, delete "4,091,801 4,091,801" and insert "**4,191,801 4,191,801**".

Page 17, between lines 40 and 41, begin a new line blocked left and insert:

"Notwithstanding IC 35-38-3-3, a person sentenced after June 30, 1999, and before July 1, 2001, may not be committed to the department of correction to serve a sentence for a misdemeanor.

Notwithstanding IC 11-8-3-3, a county is not eligible for a per diem payment for the commitment of a misdemeanant to a county jail or other local penal facility for any period during a state fiscal year beginning after June 30, 1999, and ending before July 1, 2001. Notwithstanding IC 11-12-6, for purposes of making deposits in a county corrections fund under IC 11-12-6-13 in a fiscal year beginning after June 30, 1999, and ending before July 1, 2002, the level of funding for a county is the level of funding for the county specified in the latest ordinance adopted by the county under IC 11-12-6-9 before May 1, 1999."

Page 17, line 42, delete "18,528,368" and insert "**10,339,126**".

Page 17, line 47, delete "4,531,800 4,531,800" and insert "**4,569,969 4,569,969**".

Page 17, line 48, delete "700,389 740,389" and insert "**706,625 746,625**".

Page 18, line 4, delete "6,235,881 6,235,881" and insert "**4,572,398 4,572,398**".

Page 18, line 5, delete "3,046,958 3,076,958" and insert "**2,223,675 2,223,675**".

Page 18, line 7, delete "1,771,831 1,771,831" and insert "**1,652,630 1,652,630**".

Page 18, line 8, delete "2,018,638 2,018,638" and insert "**1,883,164 1,883,164**".

Page 18, line 13, delete "455,794 455,794" and insert "**459,633 459,633**".

Page 18, line 14, delete "39,170 39,170" and insert "**39,500 39,500**".

Page 20, line 17, delete "5,584,104 5,584,104" and insert "**5,631,137 5,631,137**".

Page 21, line 14, delete "358,561 358,561" and insert "**283,561 283,561**".

Page 21, line 42, delete "6,838,000 6,250,000" and insert "**1 1**".

Page 21, delete lines 44 through 49.

Page 22, line 3, delete "400,000 400,000" and insert "**1 1**".

Page 22, delete line 4.

Page 22, line 6, after "ASSISTANCE" insert "**FUND (IC 5-2-13-4)**".

Page 22, delete lines 9 through 11.

Page 22, delete lines 42 through 43.

Page 25, line 22, delete "1,086,002 1,086,002" and insert "**1,986,002 1,086,002**".

Page 28, line 16, delete "FUND".

Page 28, delete lines 21 through 23, begin a new line blocked left and insert:

"Notwithstanding IC 9-25-9-7, the above appropriation shall be spent to upgrade the branch and bureau information technology systems."

Page 29, line 39, delete "3,714,809 3,714,809" and insert "**3,021,711 3,021,711**".

Page 29, line 40, delete "1,489,921 1,489,921" and insert "**1,218,097 1,218,097**".

Page 29, line 43, delete "128,558 128,558" and insert "**132,558 132,558**".

Page 29, line 44, delete "102,279 102,279" and insert "**104,279 104,279**".

Page 31, line 2, delete "1,236,484" and insert "**6,000,000**".

Page 33, delete lines 36 through 49.

Page 34, delete lines 1 through 19.

Page 34, delete lines 25 through 49.



Page 35, delete lines 1 through 8.
 Page 36, line 23, delete "Allowed" and insert "**allowed**".
 Page 38, delete lines 38 through 49.
 Page 39, delete lines 1 through 8.
 Page 40, delete lines 42 through 45.
 Page 42, line 39, delete "4,750,000" and insert "**750,000**".
 Page 42, delete lines 41 through 45.
 Page 43, line 1, delete "7,800,000" and insert "**2,000,000**".
 Page 43, delete lines 3 through 6, begin a new line blocked left and insert:

"The above appropriation for the capital access program may be used as the state match requirement for the federal capital access program. Of the foregoing appropriation, up to \$500,000 may be used for multi-bank community development corporation startup grants."

Page 43, between lines 7 and 8, begin a new line block indented and insert:

"LABOR/MANAGEMENT COUNCIL

Total Operating Expense 300,000 300,000".

Page 43, line 27, delete "2,160,000 2,160,000" and insert "**1,000,000 1,000,000**".

Page 43, line 30, after "1425-1997." insert "**Up to \$100,000 of the above appropriation for individual development accounts may be used each year for administrative costs. The department shall provide to the family and social services administration adequate information regarding TANF eligibility of participants for purposes of meeting federal maintenance of effort requirements."**

Page 45, line 15, delete "250,000 250,000" and insert "**500,000 500,000**".

Page 51, line 10, delete "17,000,000 25,290,000" and insert "**23,688,172 24,570,322**".

Page 51, line 12, delete "1,800,000 2,810,000" and insert "**2,632,019 2,730,036**".

Page 51, delete lines 14 through 15.

Page 51, line 35, delete "84,693,491 87,693,491" and insert "**81,693,491 81,693,491**".

Page 51, line 37, delete "5,500,000 5,500,000" and insert "**4,445,000 4,445,000**".

Page 52, line 6, delete "5,500,000 5,500,000" and insert "**4,500,000 4,500,000**".

Page 52, line 18, delete "103,160,146 102,498,487" and insert "**104,660,146 103,998,487**".

Page 52, line 25, delete "105,124,700 105,124,700" and insert "**106,124,700 106,124,700**".

Page 52, line 26, delete "21,068,532 20,832,295" and insert "**21,568,532 21,332,295**".

Page 53, line 29, delete "63,057,943 63,057,943" and insert "**43,057,943 43,057,943**".

Page 53, delete lines 45 through 49.

Page 54, delete lines 1 through 2.

Page 54, line 5, delete "1,121,098 1,121,098" and insert "**2,000,000 2,000,000**".

Page 56, line 13, delete "69,659,067 74,659,067" and insert "**71,931,563 79,717,059**".

Page 56, delete lines 44 through 45.

Page 58, delete lines 6 through 8.

Page 58, line 18, delete "1,428,700 1,428,700" and insert "**428,700 428,700**".

Page 58, delete lines 23 through 49, begin a new line block indented and insert:

"DONATED DENTAL SERVICES

Total Operating Expense 50,000 50,000".

Page 59, delete lines 1 through 28.

Page 59, line 39, delete "95,000 95,000" and insert "**100,000 100,000**".

Page 59, line 42, delete "80,000 80,000" and insert "**100,000 100,000**".

Page 61, between lines 2 and 3, begin a new line blocked left and insert:

"After June 30, 1999, no new admissions to the Silvercrest children's development center shall be



permitted. The state board of health, in consultation with the department of education, shall develop a transition plan for alternative placement of remaining children at the Silvercrest children's development center and a plan to close the center by June 30, 2000. The budget agency may transfer the above appropriations to the department of education or any other agency to provide funding for the education of children leaving the Silvercrest children's development center."

Page 62, line 13, delete "262,624	272,131" and insert " 261,964	270,782" .
Page 62, line 15, delete "131,457	133,936" and insert " 56,361	58,741" .
Page 62, line 17, delete "179,183,585	184,949,512" and insert " 174,423,616	179,094,853" .
Page 62, line 21, delete "6,990,056	7,199,363" and insert " 6,873,760	7,072,192" .
Page 62, line 24, delete "9,556,153	9,907,976" and insert " 9,392,064	9,688,437" .
Page 62, line 27, delete "17,153,409	17,628,386" and insert " 16,857,181	17,302,813" .
Page 62, line 30, delete "19,930,235	20,650,186" and insert " 19,534,859	20, 193,995" .
Page 62, delete line 31.		
Page 62, line 34, delete "14,787,520	15,469,654" and insert " 15,109, 197	16,349,459" .
Page 62, delete line 35.		
Page 62, line 39, delete "82,118,949	85,716,217" and insert " 81,468,637	84,772,712" .
Page 62, line 44, delete "83,509,432	86,043,294" and insert " 82,404,270	84,837,763" .
Page 62, line 49, delete "1,410,085	1,452,870" and insert " 1,391,424	1,432,514" .
Page 63, line 2, delete "1,297,188	1,336,548" and insert " 1,280,021	1,317,822" .
Page 63, line 4, delete "1,842,834	1,898,749" and insert " 1,818,446	1,872,146" .
Page 63, line 6, delete "1,644,989	1,694,901" and insert " 1,623,219	1,671,155" .
Page 63, line 8, delete "1,479,111	1,523,991" and insert " 1,459,537	1,502,639" .
Page 63, line 10, delete "1,371,700	1,413,320" and insert " 1,353,547	1,393,519" .
Page 63, line 12, delete "1,635,363	1,684,984" and insert " 1,613,721	1,661,376" .
Page 63, line 20, delete "78,223,974	81,858,343" and insert " 76,665,395	79,985,569" .
Page 63, line 24, delete "188,934,180	196,080,874" and insert " 186,129,084	192,848,377" .
Page 63, line 35, delete "656,716	680,956" and insert " 656,056	679,606" .
Page 63, line 37, delete "2,549,070	2,654,386" and insert " 2,544,159	2,644,344" .
Page 63, line 39, delete "3,102,203	3,220,638" and insert " 3,100,365	3,216,879" .
Page 63, delete lines 40 through 43, begin a new line block indented and insert:		
ABILENE NETWORK OPERATIONS CENTER		
Total Operating Expense	923,730	997,573" .
Page 63, line 46, delete "219,508,331	226,591,017" and insert " 215,912,945	222,826,287" .
Page 64, line 2, delete "24,623,951	25,418,546" and insert " 24,255,413	25,096,465" .
Page 64, delete line 3.		
Page 64, line 6, delete "8,561,635	8,889,391" and insert " 8,424,932	8,978,627" .
Page 64, delete line 7.		
Page 64, line 11, delete "37,928,070	39,890,557" and insert " 37,422,829	38,826,048" .
Page 64, line 15, delete "27,781,281	28,713,429" and insert " 27,286,782	29,138,977" .
Page 64, delete line 16.		
Page 64, line 25, delete "5,507,332	5,687,614" and insert " 7,307,322	7,487,614" .
Page 64, line 27, delete "2,963,612	2,963,612" and insert " 3,077,278	3, 195,393" .
Page 64, line 38, delete "7,298,008	7,551,724" and insert " 7,285,584	7,526,316" .
Page 64, line 40, delete "5,506,127	5,901,529" and insert " 5,496,888	5,882,635" .
Page 64, line 42, delete "103,266	105,940" and insert " 102,792	104,971" .
Page 64, line 44, delete "1,122, 200	1,164,358" and insert " 1,121,312	1,162,542" .



Page 64, delete lines 45 through 46.

Page 64, line 49, delete "75,372,652 77,639,127" and insert "**74,229,419 76,128,981**".

Page 65, line 4, delete "81,195 84,335" and insert "**81,043 84,023**".

Page 65, line 7, delete "27,704,561 28,877,094" and insert "**27,270,423 28,359,552**".

Page 65, delete line 8.

Page 65, line 14, delete "257,692 265,643" and insert "**256,322 262,841**".

Page 65, line 17, delete "115,008,522 118,931,199" and insert "**113,017,933 116,689,529**".

Page 65, line 21, delete "4,345,504 4,499,382" and insert "**4,336,055 4,480,058**".

Page 65, line 24, delete "27,984,356 29,031,486" and insert "**29,094,945 30,637,009**".

Page 65, delete line 25.

Page 65, line 29, delete "85, 208,073 89,040,033" and insert "**87,067,558 92,382,731**".

Page 65, delete line 30.

Page 65, line 34, delete "7,181,286 7,322,476" and insert "**7,176,954 7,313,618**".

Page 67, line 23, delete "2,417,726 2,418,743" and insert "**2,417,528 2,418,337**".

Page 67, line 33, delete "1,512,052 1,568,558" and insert "**1,510,531 1,565,448**".

Page 68, line 11, delete "518,168 537,016" and insert "**517,557 535,767**".

Page 68, line 20, delete "17,381,754 18,320,258" and insert "**47,850,559 65,232,613**".

Page 68, line 29, delete "765,934 790,352" and insert "**764,038 786,475**".

Page 68, line 37, delete "287,335 297,735" and insert "**286,916 296,878**".

Page 68, delete lines 39 through 44, begin a new line block indented and insert:

"GIGAPOP PROJECT

Total Operating Expense 761,530 773,058".

Page 69, line 43, before "PART-TIME" insert "**TANF**".

Page 69, delete lines 46 through 49, begin a new line blocked left and insert:

"The above appropriation is to be used for TANF eligible students attending an approved institution of higher learning. The state student assistance commission shall provide to the family and social services administration adequate information regarding TANF eligibility of participants in the TANF part-time grant program for purposes of meeting federal maintenance of effort requirements. Notwithstanding IC-20-12-22.1-8(d), money in the fund may be exchanged with or transferred to other funds."

Page 70, line 3, delete "401,259 402,291" and insert "**401,253 402,279**".

Page 70, line 5, delete "382,036 431,102" and insert "**382,023 431,076**".

Page 70, line 7, delete "806,662 810,550" and insert "**806,539 810,298**".

Page 70, line 9, delete "2,392,520 2,580,919" and insert "**2,391,447 2,578,723**".

Page 70, line 19, delete "1,454,593" and insert "**1,254,593**".

Page 70, delete lines 21 through 23.

Page 70, line 41, delete "2,715,000 2,715,000" and insert "**2,436,500 2,436,500**".

Page 70, line 46, delete "The above appropriation includes the costs of transmission".

Page 70, delete line 47.

Page 73, line 25, delete "1,754,353,046 1,869,803,046" and insert "**1,744,282,948 1,835,078,046**".

Page 73, line 27, delete "1,267,746,954 1,383,196,954" and insert "**1,257,676,856 1,348,471,954**".

Page 74, line 29, delete "6,000,000" and insert "**4,000,000**".

Page 75, between lines 14 and 15, begin a new line blocked left and insert:

"Before a school corporation may receive a distribution under the textbook reimbursement program, the school corporation shall provide to the family and social services administration adequate information concerning TANF eligibility of participants for purposes of meeting federal maintenance



of effort requirements."

Page 75, delete lines 20 through 26.

Page 76, line 11, delete "ENGLISH AS A SECOND LANGUAGE" and insert "**NON-ENGLISH SPEAKING PROGRAM**".

Page 76, line 14, delete "English as a second language" and insert "**the non-English speaking program**".

Page 76, line 20, delete "English as a second language" and insert "**the non-English speaking program**".

Page 76, line 35, delete "OPTIONAL FULL DAY KINDERGARTEN" and insert "**EDUCATION BLOCK GRANT PROGRAM**".

Page 78, between lines 1 and 2, begin a new line block indented and insert:

"Pension Reserve Reimbursement

Other Operating Expense 65,000,000".

Page 78, line 3, delete "96,900,000 101,500,000" and insert "**84,300,000 88,900,000**".

Page 78, line 6, delete "IC 21-6.1-6" and insert "**IC 5-10.2-5**".

Page 78, line 9, delete "25,000,000 25,000,000" and insert "**125,000,000 125,000,000**".

Page 78, line 14, delete "1,253,674 1,236,764" and insert "**1,253,597 1,253,597**".

Page 78, line 15, delete "4,152,793 6,119,694" and insert "**3, 204,427 3,204,427**".

Page 85, line 25, delete "169,380,243" and insert "**369,737,238**".

Page 85, line 37, delete "362,050,281" and insert "**539,786,717**".

Page 85, between lines 45 and 46, begin a new line block indented and insert:

"INDIANA SENATE

New Voting System 300,000".

Page 85, between lines 46 and 47, begin a new line double block indented and insert:

"Rehabilitation of State Library 11,761,000".

Page 86, line 7, delete "3,600,000" and insert "**4,600,000**".

Page 86, between lines 8 and 9, begin a new line double block indented and insert:

"Internet2 5, 200,000".

Page 86, between lines 10 and 11, begin a new line block indented and insert:

"INTERNATIONAL PORT COMMISSION

Upgrade Roadway 2,460,000

Clark Maritime Railroad Loop and Interior Road 690,000

Southwind Maritime Road/Rail Infrastructure 1,210,000".

Page 86, between lines 18 and 19, begin a new line double block indented and insert:

"Emergency Vehicle Operations Course
Repair and Upgrade 1,000,000".

Page 86, between lines 33 and 34, begin a new line double block indented and insert:

"Hazardous Materials Remediation 1,500,000".

Page 86, between lines 41 and 42, begin a new line double block indented and insert:

"LCF Dayroom and West Dorm 1,550,000".

Page 86, between lines 46 and 47, begin a new line double block indented and insert:

"Renovate IDU/A and O 3,100,000".

Page 87, between lines 4 and 5, begin a new line double block indented and insert:

"Renovate Filter Plant 1,500,000".

Page 87, between lines 28 and 29, begin a new line double block indented and insert:

"Federal V.O.I.T.I.S. 10% Match Funding 1,000,000".

Page 87, between lines 41 and 42, begin a new line double block indented and insert:



Page 87, between lines 48 and 49, begin a new line double block indented and insert:	
"Kitchen Cold Storage Facility	8,000,000".
"Renovate Service Building	3,918,010".
Page 88, between lines 44 and 45, begin a new line double block indented and insert:	
"Rehabilitation of Shooting Ranges	2,400,000".
Page 88, after line 49, begin a new line double block indented and insert:	
"Harrison Wyandotte Complex Rehabilitation	1,085,000
Morgan Monroe Recreation Area Rehabilitation	970,000".
Page 89, between lines 5 and 6, begin a new line double block indented and insert:	
"Angel Mounds Restoration	530,000
TC Steele Restoration	400,000
Lanier Mansion	450,000".
Page 89, between lines 22 and 23, begin a new line double block indented and insert:	
"Charlestown Development	4,028,000
Fort Harrison Development	2,810,500
Prophetstown Development	6,499,226
Water, Wastewater, and Related Projects	9,010,600
Inn Projects	6,053,800
Restroom and Shower Rehabilitation	1,885,600
Swimming Pool Rehabilitation	2,100,000
Potato Creek	5,000,000".
Page 89, between lines 28 and 29, begin a new line double block indented and insert:	
"Dams	10,000,000
Elkhart/St. Joseph River Snagging Project	450,000".
Page 89, between lines 35 and 36, begin a new line double block indented and insert:	
"War Memorial Exterior Phase II	2,328,599
Plaza Pavement Rehabilitation	1,500,000
War Memorial Interior	3,032,025".
Page 89, between lines 40 and 41, begin a new line double block indented and insert:	
"Asbestos, IOSHA, and Demolition	3,500,000".
Page 89, line 43, delete "191,000" and insert " 120,000 ".	
Page 89, between lines 45 and 46, begin a new line double block indented and insert:	
"Replacement	26,000,000".
Page 89, between lines 48 and 49, begin a new line double block indented and insert:	
"Tuckpointing and Caulking	1,500,000".
Page 90, line 2, delete "1,495,000" and insert " 1,271,375 ".	
Page 90, line 5, delete "3, 209,000" and insert " 3,102,000 ".	
Page 90, line 8, delete "2,149,000" and insert " 1,449,000 ".	
Page 90, between lines 8 and 9, begin a new line double block indented and insert:	
"Clinical Treatment Center	4,915,000".
Page 90, line 11, delete "2,000,000" and insert " 525,000 ".	
Page 90, between lines 27 and 28, begin a new line double block indented and insert:	
"Air Condition Dorms	1,900,000
Relocate Central Receiving	350,000
Demolish Old Pool	350,000".
Page 90, line 30, delete "1,409,123" and insert " 997,022 ".	



Page 90, between lines 30 and 31, begin a new line double block indented and insert:

"Renovate Buildings 10, 15 and 16	1,316,205
Renovate Main Dormitory	1,010,374
Beecher and Simpson Halls	1,712,040".

Page 91, delete lines 8 through 35.

Page 91, delete lines 47 through 48.

Delete page 92.

Page 93, delete lines 1 through 17, begin a new line blocked left, and insert:

"EDUCATION".

Page 93, line 18, delete "FOR THE".

Page 93, line 19, delete "Indiana University".

Page 93, line 19, after "Columbus" insert **"Higher Education Facility and Program".**

Page 93, between lines 19 and 20, begin a new line double block indented and insert:

"Medical School	30,000,000
Internet 2: Abilene Network Options Center Startup	395,500
Internet 2: Repay 1998-99 Startup Expense	1,136,742".

Page 93, delete lines 24 through 26.

Page 93, delete lines 29 through 35.

Page 93, between lines 36 and 37, begin a new line double block indented and insert:

"SUVON and Video Migration to ATM Backbone	2,485,000".
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Page 94, delete lines 7 through 8.

Page 94, delete lines 11 through 14.

Page 94, line 17, after "Building" insert **"University Information Technology Services (UITS)".**

Page 94, line 17, delete "15,624,000" and insert **"15,150,000".**

Page 94, line 31, delete "17,000,000" and insert **"20,000,000".**

Page 94, line 42, delete "66,000,000" and insert **"74,000,000".**

Page 94, line 49, delete "(IC 4-34-3-3)" and insert **"(IC 4-34-3-2)".**

Page 95, line 2, delete "(IC 4-43-3-4)" and insert **"(IC 4-34-3-4)".**

Page 95, line 5, delete "20,000,000 20,000,000" and insert **"27,500,000 27,500,000".**

Page 95, delete lines 6 through 23.

Page 95, delete lines 34 through 36.

Page 95, delete line 41.

Page 95, delete lines 44 through 46.

Delete pages 96 through 105.

Page 106, delete lines 1 through 44, begin a new paragraph and insert:

"Aboite Twp. Parks Project, Allen Co.	100,000
Adams County Emergency Medical Service	5,000
Alexandria Community Center	50,000
Allen Co. forensic	75,000
Allen County Courthouse Restoration Project	200,000
Allen County Historical Society	150,000
Amboy Park Improvement Project, Miami Co.	10,000
Auburn Cord Museum	250,000
Aurora	100,000
Avilla Flood Protection	160,000
Avon Town Hall, Hendricks Co.	20,000
Bargersville Town Hall, Johnson Co.	25,000



Bartholomew Fairgrounds	200,000
Beaver Twp. Bldg.	80,000
Bedford -- Courthouse	200,000
Bedford -- Plaza	200,000
Bedford -- Elevator	75,000
Beech Grove Library	20,000
Berne Community Bldg.	100,000
Bluffton - Sidewalk Repair	50,000
Boone County 4-H Fair	40,000
Bowser Recreation Center	50,000
Brazil YMCA	30,000
Broad Ripple Central Canal Revitalization Project	75,000
Broad Ripple Canal	400,000
Bruce Lake Sediment Trap	115,000
Cambridge City Improv.	25,000
Carnegie Public Library, Angola, Steuben Co.	10,000
Carr Twp. Conservation Club, Medora, Jackson Co.	7,000
Carson Park	306,000
Cass County 4-H Fairgrounds, Logansport, Cass Co.	150,000
Cedar Lake Enhancement	200,000
Chandler Sidewalk Repair	50,000
Churubusco Town Park Project, Whitley Co.	10,000
Cicero Parks Department, Hamilton Co.	25,000
Civilian Center	50,000
Clarksburg Community Center	100,000
Clay Twp., St. Joseph Co.	100,000
Clear Lake Town Hall	50,000
Clinton Co. Livestock	225,000
Columbia Twp. Community Center Renovation	5,000
Columbian Park Zoo	10,000
Court House Restoration, Bluffton, Wells Co.	50,000
Courthouse Restoration	300,000
Crawfordsville Police Station	200,000
Crown Point Restoration	150,000
Daleville Community Library, Salem Twp., Delaware Co.	10,000
Day Break Children's Center	25,000
Decatur Boys and Girls Club Day Care	75,000
Decatur Women's Shelter	50,000
Decatur Co. Fair Bldg.	175,000
DeKalb County Airport, Auburn, DeKalb Co.	10,000
DeKalb County Airport, Jackson Twp., DeKalb Co.	10,000
Deshee -- Pump	50,000
Discovery Lodge	50,000
Downtown Park, Gas City, Grant Co.	5,000
Downtown Infrastructure, Rushville, Rush Co.	20,000
Dyer Infrastructure	100,000
Eaton Library	90,000



Elizabeth Town Community Center	250,000
Elkhart RV Hall	200,000
Elkhart Municipal Airport, Elkhart Co.	200,000
Elkhart Elco Theatre Restoration	100,000
Elkhart River Restoration	50,000
Elkhart Railroad Safety	50,000
Elwood City Hall Renovation	100,000
Equine Center	150,000
Erie Canal Restoration	50,000
Etna Green Park	40,000
Evansville Improvement Construction	400,000
Fairbanks Center	25,000
Fairmount Comm. Bldg.	75,000
Fairmount - Scott Opera	25,000
Fairmount Historic Museum	25,000
Fayette Co. Fair Bldg.	100,000
Firefighters Museum	50,000
Fishers Parks Department, Hamilton Co.	25,000
Frankfort Library	116,500
Freelandville Town Hall	75,000
Ft. Harrison Reuse	500,000
Fulton Co. -- radar	10,000
Fulton Co -- airport	200,000
Galveston -- center	50,000
Garrett Tennis Court	25,000
GIS System, Union Twp., Dekalb Co.	5,000
Golay Comm. Center	25,000
Goshen -- Bashor's	150,000
Goshen Theatre	50,000
Grand Wayne Conv. Center	750,000
Grant Co. Juvenile Center	300,000
Greencastle City Hall	100,000
Greenfield Senior Citizens	225,000
Greenfield - Sugar Creek Library	400,000
Greenwood Park Land Acq.	150,000
Greenwood Library	50,000
Griffin - Park Improvement	25,000
Grouseland	50,000
Guyer Opera House, Henry Co.	5,000
Hagerstown Downtown Museum	12,000
Hagerstown Downtown Improvements, Wayne Co.	15,000
Harmony Drainage	350,000
Harris Twp., St Joseph Co.	100,000
Hartsville Community Square	196,000
Henry Co. Small Child's Park	60,000
Holliday Park Nature Center	210,000
Howard County 4-H Fair Pavillion, Greentown	20,000



Howe Military	30,000
Huntington Co. Fairgrounds	150,000
Huntington Co. access	100,000
Imagination Station - Renovation of Facility	24,000
Jac-Cen-Del Community High School, Diamond Lights	10,000
Jackson Co. -- Bridge	85,000
Jacksonville City Hall	40,000
Jasper County Airport	10,000
Jay Co. Historic Museum	20,000
Jay Co. Arts Center	50,000
Kendallville Museum	250,000
Knights town Community Center	125,000
Knobs tone Trail	50,000
Lagrange Save the Bricks	65,000
Lake Edgewood - Dredging & Dam Repair	75,000
Lake Dalecarlia Restoration	70,000
Lakeville Infrastructure, St. Joseph Co.	45,000
LaPaz Park Dept., Marshall County	7,500
LaPorte Municipal Airport Authority, LaPorte Co.	15,000
LaPorte County Fairgrounds, Community Building Proj.	10,000
Lawrence County 4-H Fairgrounds	125,000
Liberty Twp. Park Project, Wells Co.	20,000
Lighting Improvements, Edgewood, Madison Co.	10,000
Lizton Infrastructure	100,000
Lodoga Normal Hall	100,000
Lynn Historical Museum	125,000
Lynnville Bread Ministry	9,000
Madison County 4-H Fairgrounds, Show Arena	75,000
Mansfield Mills	60,000
Marion Co. Fairgrounds	500,000
Marion Airport Project, Grant Co.	20,000
Marion Co. Library	200,000
Matthew 25	25,000
McBride Stadium	350,000
McMillen Ice Center	250,000
Meadowood Park Drainage Improvements, Speedway	50,000
Miami County 4-H Fairgrounds, Peru	120,000
Mid-American	75,000
Milford Elementary School	4,881
Military Park, St. Joseph Co.	50,000
Mishawaka Old Theater Restoration	50,000
Monroe Youth League	5,000
Monroe Co. Courthouse	50,000
Mooreville Infrastructure, Traffic Light, Brown Twp.	10,000
Morocco Community Center	100,000
Mulberry Library	50,000
Nappanee Library	100,000



Nettle Creek Museum	5,000
Noah's Ark	100,000
Noblesville Greenway	100,000
North Liberty Water Tank	400,000
North Vernon Airport	107,000
North Family YMCA	175,000
North Judson Senior Center	100,000
Northwestern School District Fire Well	100,000
Northwood Athletic Improvement - Restroom Facilities	75,000
Nyona -- dredging	105,000
Osceola, St. Joseph County Drainage Infrastructure	75,000
Park County Fairgrounds	25,000
Park Theatre Civic	100,000
Parks and Recreation Dept., Frankfort, Clinton Co.	10,000
Patton Lake - Dredging	105,000
Performing Arts	300,000
Pierson Twp. Center	37,500
Pimento Community Center	25,000
Prairie Township Park	50,000
Prophetstown Museum	200,000
Putnam Co. Fairgrounds	95,000
Randolph Co. Clock Tower	50,000
Randolph Co. Historical Society	150,000
Rensselaer Park Department, Jasper Co.	20,000
Ripley Co. Humane	65,000
Rocky Ripple Improv.	62,000
Royal Center -- Park	50,000
Rushville Downtown	150,000
Salamonie Elementary School, Playground Improvement	10,000
Salem Police Department, Washington Twp.	175,000
Salem -- Library	200,000
Shelby Co. Parks	100,000
Shelbyville Fair	45,000
Sheridan Parks Dept., Hamilton Co.	10,000
Sidewalks, Chandler, Warrick Co.	10,000
Snow Removal Equipment, Silver Lake, Kosciusko Co.	60,000
Southlake Community Center	150,000
Southport Community Center	130,000
Southwest Way Park	494,000
Speedway - Entrance to 500	100,000
Speedway Infrastructure, Sidewalks, Marion Co.	20,000
Spencer-Owen Improv.	100,000
Spiceland Preservation and Tourism, Henry Co.	10,000
Spring Lake	130,000
St. Joseph Co. Juvenile Ctr.	75,000
Steuben County Municipal Airport, Angola, Steuben	10,000
Sullivan Co. -- Park	75,000



Sullivan Co. Airport	80,000
Sullivan Co. -- Fair	50,000
Sweetser -- sidewalk	45,000
Syracuse Comm. Center	200,000
Tipton County Library, Cicero Twp., Tipton	25,000
Town Center Building Renovation, Long Beach,	50,000
Town of Advance - Demolition	50,000
VanBuren Town Hall Renovation	125,000
Vanderburgh Co. German Twp. Community Ctr.	30,000
Vanderburgh Co. ARC Improvement	250,000
Vanderburgh Co. Courthouse	30,000
Versailles Community Center	100,000
Vincennes -- Park	50,000
Vincennes Soccer	30,000
Vincennes -- Levee	50,000
Wabash Valley Fair	100,000
Wabash Landing	350,000
Wabash Co. 4-H	150,000
Wabash Co. Museum	100,000
Wakarusa Historical Society, Elkhart Co.	15,000
Wallace Infrastructure	100,000
Washington Twp. Bldg.	115,000
Washington Twp. Library	25,000
Washington Twp. Parks Project, Hendricks Co.	10,000
Wayne Co. Gaar House Museum	125,000
Wayne Co. Museum	10,000
Whitley Co. - 4-H	150,000
Wilkinson Repair	30,000
Williamport - water tank	75,000
Windfall Park	100,000
Winfield Community Center	50,000
Ye Olde Central House, Jackson Twp., Napoleon	3,000
Youth Sports Complex, Washington Twp., Greensburg	10,000
Zanesville Bldg.	25,000
Zionsville Infrastructure	500,000".

Page 106, line 45, delete "28,638,000" and insert "**23,471,381**".

Page 106, line 47, delete "5,000,000" and insert "**10,000,000**".

Page 107, between lines 4 and 5, begin a new paragraph and insert:

"SECTION 35. [EFFECTIVE JULY 1, 1999] **On the twenty-fifth day of each month, the auditor of state shall transfer from the state general fund to the local road and street fund established by IC 8-14-2-4 for fiscal year 1999-2000 eight million three hundred thirty-three thousand three hundred thirty-four dollars (\$8,333,334) and for fiscal year 2000-2001 eight million three hundred thirty-three thousand three hundred thirty-four (\$8,333,334). The transfers required by this SECTION are annually appropriated from the state general fund.**"

Page 107, delete lines 20 through 25.

Page 107, delete lines 40 through 48, begin a new paragraph and insert:

"SECTION 36. [EFFECTIVE JULY 1, 1999] **(a) In addition to other distributions to school**



corporations, each qualifying school corporation is entitled to receive a block grant for expansion or enhancement of the following:

- (1) Alternative education.
- (2) Summer school programs.
- (3) Remediation.
- (4) Reading improvement.
- (5) Expansion of gifted and talented programs.
- (6) Optional full day kindergarten.

(b) A school corporation must apply for a grant under this SECTION. The proposal must include a description of the program that will be enhanced or expanded, including the baseline funding level if it is an existing program, to ensure that the grant will not be used to replace funding.

(c) The maximum amount of a grant is:

- (1) the school corporation's ADM for first grade; multiplied by
- (2) one thousand two hundred dollars (\$1,200).

(d) A proposed plan must be submitted to department of education before October 1 of the school year for which the grant will be used. The department of education shall review and approve only grants that expand or enhance programs listed in subsection (a) and that do not replace any funding already available to the school corporation.

(e) This SECTION expires July 1, 2001.

SECTION 37. [EFFECTIVE UPON PASSAGE] Notwithstanding P.L.260-1997(ss), SECTION 32, the trustees of the University of Southern Indiana may issue and sell bonds under IC 20-12-6, subject to the approvals required by IC 20-12-5.5 for the wellness/fitness recreational facility, so long as the costs of acquiring, constructing, remodeling, renovating, furnishing, or equipping the project financed by any series of bonds issued does not exceed four million two hundred thousand dollars (\$4,200,000). This project is not eligible for fee replacement."

Page 108, delete lines 1 through 45.

Page 112, delete lines 40 through 49.

Delete pages 113 through 120.

Page 121, delete lines 1 through 43.

Page 124, delete lines 9 through 49.

Delete pages 125 through 133.

Page 134, line 49, delete lines 1 through 11.

Page 136, line 49, after "ADM" insert "for the current year".

Page 137, line 1, delete "without a specified year".

Page 137, line 1, reset in roman "the following formula".

Page 137, line 1, after "formula" insert ":".

Page 137, line 1, delete "this".

Page 137, delete lines 2 through 4.

Page 137, delete lines 25 through 40, begin a new line block indented and insert:

"(1) For 2000:".

Page 137, line 44, delete "adjusted".

Page 138, line 2, delete "adjusted".

Page 138, line 8, delete "yearby" and insert **"year by"**.

Page 138, line 10, delete "adjusted".

Page 138, delete lines 19 through 23, begin a new line block indented and insert:

"(2) For 2001:".

Page 138, line 28, delete "adjusted".



Page 138, line 30, delete "adjusted".

Page 138, line 37, delete "adjusted".

Page 138, line 39, delete "adjusted".

Page 138, line 45, delete "adjusted".

Page 138, line 47, delete "adjusted".

Page 139, line 3, delete "adjusted".

Page 139, line 5, delete "adjusted".

Page 139, delete lines 15 through 49, begin a new paragraph and insert:

"SECTION 95. IC 21-3-1.7-6.7 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 6.7. A school corporation's target revenue per ADM for a calendar year is the result determined under STEP SIX of the following formula:

STEP ONE: Determine the result under clause (D) of the following formula:

(A) Divide the school corporation's at-risk index determined under IC 21-3-1.8-1.1 by three (3).

(B) Add one (1) to the clause (A) result.

(C) Multiply the result determined under clause (B) by ~~three thousand six hundred seventy-five dollars (\$3,675) in 1998 and three thousand eight hundred eighty-five dollars (\$3,885) in 1999:~~ **four thousand seventy dollars (\$4,070) in 2000 and four thousand two hundred forty dollars (\$4,240) in 2001.**

(D) Multiply the clause (C) product by the school corporation's adjusted current ADM.

STEP TWO: Divide the school corporation's previous year revenue by the school corporation's **adjusted** ADM for the previous year.

STEP THREE: Multiply the sum of one (1) plus the school corporation's at-risk index by the following:

(A) ~~One hundred dollars (\$100);~~ If the STEP TWO result is not more than:

(i) ~~three thousand seven hundred fifteen dollars (\$3,715) in 1998;~~ **four thousand ninety-five dollars (\$4,095) in 2000;** and

(ii) ~~three thousand eight hundred fifty-four dollars (\$3,854) in 1999;~~ **four thousand two hundred seventy dollars (\$4,270) in 2001.**

(B) ~~The result determined under item (iv);~~ If the STEP TWO result is: ~~more than three thousand seven hundred fifteen dollars (\$3,715) in 1998 and three thousand eight hundred fifty-four dollars (\$3,854) in 1999 and not more than four thousand four hundred seventy-eight dollars (\$4,478) in 1998 and four thousand five hundred eight dollars (\$4,508) in 1999:~~

(i) ~~more than four thousand ninety-five dollars (\$4,095) and not more than four thousand seven hundred ninety-five dollars (\$4,795) in 2000;~~ or

(ii) ~~more than four thousand two hundred seventy dollars (\$4,270) and not more than four thousand nine hundred seventy dollars (\$4,970) in 2001;~~

multiply by the result under clause (C).

~~Subtract three thousand seven hundred fifteen dollars (\$3,715) in 1998 and three thousand eight hundred fifty-four dollars (\$3,854) in 1999 from~~

(C) **Determine the result of:**

(i) the STEP TWO result minus **four thousand ninety-five dollars (\$4,095) in 2000 and four thousand two hundred seventy dollars (\$4,270) in 2001.**

(ii) Divide the item (i) result by ~~seven hundred sixty-three dollars (\$763) in 1998~~ **seven hundred dollars (\$700) in 2000** and ~~six hundred fifty-four dollars (\$654) in 1999;~~ **seven hundred dollars (\$700) in 2001.**

(iii) Multiply the item (ii) result by ~~in 1998, thirty dollars (\$30) and; in 1999, thirty seventy dollars (\$30);~~ **(\$70).**



(iv) Subtract the item (iii) result from one hundred dollars (\$100).

(C) ~~Seventy dollars (\$70)~~; (D) If the STEP TWO result is more than:

(i) ~~four thousand four hundred seventy-eight dollars (\$4,478) in 1998; four thousand seven hundred ninety-five dollars (\$4,795) in 2000;~~ and

(ii) ~~four thousand five hundred eight dollars (\$4,508) in 1999. four thousand nine hundred seventy dollars (\$4,970) in 2001;~~

multiply by thirty dollars (\$30).

STEP FOUR: Add the STEP TWO result and the STEP THREE result.

STEP FIVE: Determine the **greater greatest** of the following:

(A) Multiply the STEP FOUR result by the school corporation's adjusted ~~current~~ ADM **for the current year.**

(B) **Multiply** the school corporation's previous year revenue **by one (1.00).**

(C) The STEP ONE amount.

STEP SIX: Divide the STEP FIVE amount by the school corporation's adjusted current ADM."

Page 140, delete lines 1 through 22.

Page 140, line 35, delete "Nine dollars" and insert "**Eleven dollars (\$11) in 2000 and twelve dollars (\$12) in 2001.**".

Page 140, delete line 36.

Page 141, line 14, delete "Nine dollars" and insert "**Eleven dollars (\$11) in 2000 and twelve dollars (\$12) in 2001.**".

Page 141, delete line 15.

Page 141, line 19, delete "sixty-eight and one-half" and insert "**seventy-one**".

Page 141, line 20, delete "\$2.685" and insert "**(\$2.71)**".

Page 141, line 21, strike "seventy-one" and insert "**seventy-four**".

Page 141, line 21, delete "one quarter" and insert "**one-half**".

Page 141, line 22, delete "\$2.7125" and insert "**(\$2.745)**".

Page 142, line 23, after "chapter," insert "**for primetime grants under IC 21-1-30-2,**".

Page 142, line 31, delete "fifty-nine" and insert "**sixteen**".

Page 142, line 32, delete "(3,159,800,000)" and insert "**(\$3,116,800,000)**".

Page 142, line 33, delete "three hundred forty-six million two" and insert "**two hundred fifty million three**".

Page 142, line 33, delete "\$3,346, 200,000)" and insert "**(\$3,250,300,000)**".

Page 143, line 21, delete "six" and insert "**two**".

Page 143, line 22, delete "seventy" and insert "**twenty-nine**".

Page 143, line 22, "\$3,670)" and insert "**(\$3,229)**".

Page 143, line 22, delete "nine" and insert "**three**".

Page 143, line 22, delete "ninety" and insert "**twenty-five**".

Page 143, line 23, delete "(3,990)" and insert "**(\$3,325)**".

Page 143, delete lines 26 through 49, begin a new paragraph and insert:

"SECTION 103. IC 20-1-18.4-3 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2001]: Sec. 3. (a) The Indiana state board of education shall establish and monitor the operation of secondary level vocational education in Indiana in accordance with the comprehensive long range state plan developed by the commission under IC 20-1-18.3-10. In addition, beginning July 1, 1994, the Indiana state board of education is authorized to approve or disapprove secondary level vocational education programs in accordance with the workforce partnership plans under IC 20-1-18.5.

(b) The Indiana state board of education may authorize the department of education, whenever practical or



necessary, to assist in carrying out the duties prescribed by this chapter.

(c) The Indiana state board of education shall do the following:

- (1) Implement, to the best of its ability, its vocational education plan prepared under section 4 of this chapter.
- (2) Investigate the funding of vocational education on a cost basis.
- (3) Every four (4) years, conduct a study and prepare a report concerning the ~~weighted~~ formula under ~~IC 21-3-1.6-3~~ **IC 21-3-12** used in providing the state vocational education grant to local school corporations. The report shall be submitted to the budget agency for its consideration.
- (4) Cooperate with the commission in implementing the long range plan prepared by the commission under IC 20-1-18.3-10.

SECTION 104. IC 20-8.1-3-17 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2001]: Sec. 17. (a) Subject to the specific exceptions under this chapter, each individual shall attend either a public school which the individual is entitled to attend under IC 20-8.1-6.1 or some other school which is taught in the English language.

(b) An individual is bound by the requirements of this chapter from the earlier of the date on which the individual officially enrolls in a school or, except as provided in subsection (h), the beginning of the fall school term for the school year in which the individual becomes seven (7) years of age until the date on which the individual:

- (1) graduates;
- (2) reaches at least sixteen (16) years of age but who is less than eighteen (18) years of age and the requirements under subsection (j) concerning an exit interview are met enabling the individual to withdraw from school before graduation; or
- (3) reaches at least eighteen (18) years of age;

whichever occurs first.

(c) An individual who:

- (1) enrolls in school before the fall school term for the school year in which the individual becomes seven (7) years of age; and
- (2) is withdrawn from school before the school year described in subdivision (1) occurs;

is not subject to the requirements of this chapter until the individual is reenrolled as required in subsection (b). Nothing in this section shall be construed to require that a child complete grade 1 before the child reaches eight (8) years of age.

(d) An individual for whom education is compulsory under this section shall attend school each year:

- (1) for the number of days public schools are in session in the school corporation in which the individual is enrolled in Indiana; or
- (2) if the individual is enrolled outside Indiana, for the number of days the public schools are in session where the individual is enrolled.

(e) In addition to the requirements of subsections (a) through (d), an individual must be at least five (5) years of age on:

- (1) July 1 of the 1991-92 school year; or
- (2) June 1 of the 1992-93 school year or any subsequent school year;

to officially enroll in a kindergarten program offered by a school corporation. However, subject to subsection (g), the governing body of the school corporation shall adopt a procedure affording a parent of an individual who does not meet the minimum age requirement set forth in this subsection the right to appeal to the superintendent of the school corporation for enrollment of the individual in kindergarten at an age earlier than the age that is set forth in this subsection.

(f) In addition to the requirements of subsections (a) through (e), and subject to subsection (g), if an individual enrolls in school as permitted under subsection (b) and has not attended kindergarten, the



superintendent of the school corporation shall make a determination as to whether the individual shall enroll in kindergarten or grade 1 based on the particular model assessment adopted by the governing body under subsection (g).

(g) To assist the principal and governing bodies, the department shall do the following:

(1) Establish guidelines to assist each governing body in establishing a procedure for making appeals to the superintendent of the school corporation under subsection (e).

(2) Establish criteria by which a governing body may adopt a model assessment which will be utilized in making the determination under subsection (f).

(h) If the parents of an individual who would otherwise be subject to compulsory school attendance under subsection (b), upon request of the superintendent of the school corporation, certify to the superintendent of the school corporation that the parents intend to:

(1) enroll the individual in a nonaccredited, nonpublic school; or

(2) begin providing the individual with instruction equivalent to that given in the public schools as permitted under ~~IC 20-8.1-3-34~~; **section 34 of this chapter**;

not later than the date on which the individual reaches seven (7) years of age, the individual is not bound by the requirements of this chapter until the individual reaches seven (7) years of age.

(i) The governing body of each school corporation shall designate the appropriate employees of the school corporation to conduct the exit interviews for students described in subsection (b)(2). Each exit interview must be personally attended by:

(1) the student's parent or guardian;

(2) the student;

(3) each designated appropriate school employee; and

(4) the student's principal.

(j) A student who is at least sixteen (16) years of age but less than eighteen (18) years of age is bound by the requirements of compulsory school attendance and may not withdraw from school before graduation unless:

(1) the student, the student's parent or guardian, and the principal agree to the withdrawal; and

(2) at the exit interview, the student provides written ~~acknowledgment~~ **acknowledgment** of the withdrawal and the student's parent or guardian and the school principal each provide written consent for the student to withdraw from school.

(k) For the purposes of this section, "school year" has the meaning set forth in ~~IC 21-2-12-3(j)~~:

IC 21-2-12-3(h).

SECTION 105. IC 20-8.1-6.1-8 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2001]: Sec. 8. (a) As used in this section, the following terms have the following meanings:

(1) "Class of school" refers to a classification of each school or program in the transferee corporation by the grades or special programs taught at the school. Generally, these classifications are denominated as kindergarten, elementary school, middle school or junior high school, high school, and special schools or classes, such as schools or classes for special education, vocational training, or career education.

(2) "ADM" means the following:

(A) For purposes of allocating to a transfer student state distributions under IC 21-1-30 (primetime), "ADM" as computed under IC 21-1-30-2.

(B) For all other purposes, "ADM" as set forth in IC 21-3-1.6-1.1.

(3) "Pupil enrollment" means the following:

(A) The total number of students in kindergarten through grade 12 who are enrolled in a transferee school corporation on a date determined by the Indiana state board of education.

(B) The total number of students enrolled in a class of school in a transferee school corporation on



a date determined by the Indiana state board of education.

However, a kindergarten student shall be counted under clauses (A) and (B) as one-half (1/2) a student.

(4) "Special equipment" means equipment that during a school year:

(A) is used only when a child with disabilities is attending school;

(B) is not used to transport a child to or from a place where the child is attending school;

(C) is necessary for the education of each child with disabilities that uses the equipment, as determined under the individualized instruction program for the child; and

(D) is not used for or by any child who is not a child with disabilities.

The Indiana state board of education may select a different date for counts under subdivision (3). However, the same date shall be used for all school corporations making a count for the same class of school.

(b) Each transferee corporation is entitled to receive for each school year on account of each transferred student, except a student transferred under section 3 of this chapter, transfer tuition from the transferor corporation or the state as provided in this chapter. Transfer tuition equals the amount determined under STEP THREE of the following formula:

STEP ONE: Allocate to each transfer student the capital expenditures for any special equipment used by the transfer student and a proportionate share of the operating costs incurred by the transferee school for the class of school where the transfer student is enrolled.

STEP TWO: If the transferee school included the transfer student in the transferee school's ADM for a school year, allocate to the transfer student a proportionate share of the following general fund revenues of the transferee school for, except as provided in clause (C), the calendar year in which the school year ends:

(A) The following state distributions that are computed in any part using ADM or other pupil count in which the student is included:

(i) Primetime grant under IC 21-1-30.

(ii) Tuition support for basic programs and at-risk weights under IC 21-3-1.7-8 (before January 1, 1996) and only for basic programs (after December 31, 1995).

(iii) Enrollment growth grant under IC 21-3-1.7-9.5.

(iv) At-risk grant under IC 21-3-1.7-9.7.

(v) Academic honors diploma award under IC 21-3-1.7-9.8.

(vi) Vocational education grant under ~~IC 21-3-1.8-3~~ **IC 21-3-12**.

(vii) Special education grant under IC 21-3-1.8 (repealed January 1, 1996) or IC 21-3-10.

(viii) The portion of the ADA flat grant that is available for the payment of general operating expenses under IC 21-3-4.5-2(b)(1).

(B) For school years beginning after June 30, 1997, property tax levies.

(C) For school years beginning after June 30, 1997, excise tax revenue (as defined in IC 21-3-1.7-2) received for deposit in the calendar year in which the school year begins.

(D) For school years beginning after June 30, 1997, allocations to the transferee school under IC 6-3.5.

STEP THREE: Determine the greater of:

(A) zero (0); or

(B) the result of subtracting the STEP TWO amount from the STEP ONE amount.

If a child is placed in an institution or facility in Indiana under a court order, the institution or facility shall charge the county office of the county of the student's legal settlement under IC 12-19-7 for the use of the space within the institution or facility (commonly called capital costs) that is used to provide educational services to the child based upon a prorated per student cost.

(c) Operating costs shall be determined for each class of school where a transfer student is enrolled. The



operating cost for each class of school is based on the total expenditures of the transferee corporation for the class of school from its general fund expenditures as specified in the classified budget forms prescribed by the state board of accounts. This calculation excludes:

- (1) capital outlay;
- (2) debt service;
- (3) costs of transportation;
- (4) salaries of board members;
- (5) contracted service for legal expenses; and
- (6) any expenditure which is made out of the general fund from extracurricular account receipts;

for the school year.

(d) The capital cost of special equipment for a school year is equal to:

- (1) the cost of the special equipment; divided by
- (2) the product of:
 - (A) the useful life of the special equipment, as determined under the rules adopted by the Indiana state board of education; multiplied by
 - (B) the number of students using the special equipment during at least part of the school year.

(e) When an item of expense or cost described in subsection (c) cannot be allocated to a class of school, it shall be prorated to all classes of schools on the basis of the pupil enrollment of each class in the transferee corporation compared to the total pupil enrollment in the school corporation.

(f) Operating costs shall be allocated to a transfer student for each school year by dividing:

- (1) the transferee school corporation's operating costs for the class of school in which the transfer student is enrolled; by
- (2) the pupil enrollment of the class of school in which the transfer student is enrolled.

When a transferred student is enrolled in a transferee corporation for less than the full school year of pupil attendance, the transfer tuition shall be calculated by the portion of the school year for which the transferred student is enrolled. A school year of pupil attendance consists of the number of days school is in session for pupil attendance. A student, regardless of the student's attendance, is enrolled in a transferee school unless the student is no longer entitled to be transferred because of a change of residence, the student has been excluded or expelled from school for the balance of the school year or for an indefinite period, or the student has been confirmed to have withdrawn from school. The transferor and the transferee corporation may enter into written agreements concerning the amount of transfer tuition due in any school year. Where an agreement cannot be reached, the amount shall be determined by the Indiana state board of education, and costs may be established, when in dispute, by the state board of accounts.

(g) A transferee school shall allocate revenues described in subsection (b) STEP TWO to a transfer student by dividing:

- (1) the total amount of revenues received; by
- (2) the ADM of the transferee school for the school year that ends in the calendar year in which the revenues are received.

However, for state distributions under IC 21-1-30, IC 21-3-10, or any other statute that computes the amount of a state distribution using less than the total ADM of the transferee school, the transferee school shall allocate the revenues to the transfer student by dividing the revenues that the transferee school is eligible to receive in a calendar year by the pupil count used to compute the state distribution.

(h) In lieu of the payments provided in subsection (b), the transferor corporation or state owing transfer tuition may enter into a long term contract with the transferee corporation governing the transfer of students. This contract is for a maximum period of five (5) years with an option to renew, and may specify a maximum number of pupils to be transferred and fix a method for determining the amount of transfer tuition and the time of payment, which may be different from that provided in section 9 of this chapter.



(i) If the school corporation can meet the requirements of IC 21-1-30-5, it may negotiate transfer tuition agreements with a neighboring school corporation that can accommodate additional students. Agreements under this section may be for one (1) year or longer and may fix a method for determining the amount of transfer tuition or time of payment that is different from the method, amount, or time of payment that is provided in this section or section 9 of this chapter. A school corporation may not transfer a student under this section without the prior approval of the child's parent or guardian.

(j) If a school corporation experiences a net financial impact with regard to transfer tuition that is negative for a particular school year as described in IC 6-1.1-19-5.1, the school corporation may appeal for an excessive levy as provided under IC 6-1.1-19-5.1.

SECTION 106. IC 21-2-12-3 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2001]: Sec. 3. As used in this chapter:

(a) "County" means a county having a population of more than four hundred thousand (400,000) but less than seven hundred thousand (700,000).

(b) "County auditor", "county treasurer", and "county council" mean, respectively, the auditor, treasurer, and county council of the county.

(c) "School corporation" means any school corporation of the state of Indiana which has under its jurisdiction any territory located in the county.

(d) "County supplemental school financing tax" means the tax to be levied by the board of county commissioners under this chapter.

(e) "County school distribution fund" means the county fund into which the receipts from the county supplemental financing tax shall be credited and from which distributions to the school corporations shall be charged.

(f) "Average daily membership" or "ADM" has the meaning set forth in IC 21-3-1.6-1.1.

~~(g) "Additional count" or "additional count per pupil" of a school corporation; or comparable language; means the additional count for certain pupils as set out in section 3.1 of this chapter and as determined at the times for calculating ADM.~~

~~(h)~~ (g) "Assessed valuation" of any school corporation means the net assessed value of its real and taxable personal property adjusted by a percentage factor. For each school corporation this factor shall be the most recent adjustment factor computed by the state board of tax commissioners pursuant to IC 6-1.1-34.

~~(i)~~ (h) "School year" means a year beginning July 1 and ending the next June 30.

~~(j)~~ (i) The "entitlement" of a school corporation is that portion of the county school distribution fund to which any school corporation is entitled for any calendar year and on the basis of which the county supplemental school financing tax is set under the provisions of this chapter.

~~(k)~~ (j) "Eligible pupil" has the meaning set forth in IC 21-3-1.6-1.1.

SECTION 107. IC 21-2-12-6.1 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 6.1. (a) The county supplemental school financing tax revenues shall be deposited in the county supplemental school distribution fund. In addition, for purposes of allocating distributions of tax revenues collected under IC 6-5-10, IC 6-5-11, IC 6-5.5, IC 6-6-5, or IC 6-6-6.5, the county supplemental school financing tax shall be treated as if it were property taxes imposed by a separate taxing unit. Thus, the appropriate portion of those distributions shall be deposited in the county supplemental school distribution fund.

(b) The entitlement of each school corporation from the county supplemental school distribution fund for each calendar year after ~~1976~~ **1999** shall be the greater of:

(1) the amount of its entitlement for the calendar year ~~1976~~ **1999** from the tax levied under this chapter; or

(2) an amount equal to ~~twenty-two~~ **twenty-seven** dollars and fifty cents (~~\$22.50~~) (**\$27.50**) times the sum of its ADM. ~~plus the additional count of the school corporation for its pupils in all the categories~~



set out in section 3-1 of this chapter for the school year ending in the year of distribution:

SECTION 108. IC 21-3-1.6-1.1 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2001]: Sec. 1.1. As used in this chapter:

(a) "School corporation" means any local public school corporation established under Indiana law.

(b) "School year" means a year beginning July 1 and ending the next succeeding June 30.

(c) "State distribution" due a school corporation means the amount of state funds to be distributed to a school corporation in any calendar year under this chapter.

(d) "Average daily membership" or "ADM" of a school corporation means the number of eligible pupils enrolled in the school corporation or in a transferee corporation on a day to be fixed annually by the Indiana state board of education. Such day shall fall within the first thirty (30) days of the school term. If, however, extreme patterns of student in-migration, illness, natural disaster, or other unusual conditions in a particular school corporation's enrollment on the particular day thus fixed, cause the enrollment to be unrepresentative of the school corporation's enrollment throughout a school year, the Indiana state board of education may designate another day for determining the school corporation's enrollment. The Indiana state board of education shall monitor changes, which occur after the fall count, in the number of students enrolled in programs for children with disabilities and shall, before December 2 of that same year, make an adjusted count of students enrolled in programs for children with disabilities. The superintendent of public instruction shall certify the adjusted count to the budget committee before February 5 of the following year. In determining the ADM, each kindergarten pupil shall be counted as one-half (1/2) pupil. Where a school corporation commences kindergarten in a school year, the ADM of the current and prior calendar years shall be adjusted to reflect the enrollment of the kindergarten pupils. "Current ADM" of a school corporation used in computing its state distribution in a calendar year means the ADM of the school year ending in the calendar year. "ADM of the previous year" or "ADM of the prior year" of a school corporation used in computing its state distribution in a calendar year means the ADM of the school corporation for the school year ending in the preceding calendar year.

(e) "Additional count" of a school corporation, or comparable language, means the aggregate of the additional counts of the school corporation for certain pupils as set out in section 3 of this chapter and as determined at the times for calculating ADM. "Current additional count" means the additional count of the school corporation for the school year ending in the calendar year. "Prior year additional count" of a school corporation used in computing its state distribution in a calendar year means the additional count of the school corporation for the school year ending in the preceding calendar year.

(f) (e) "Adjusted assessed valuation" of any school corporation used in computing state distribution for a calendar year means the assessed valuation in the school corporation, adjusted as provided in IC 6-1.1-34. The amount of the valuation shall also be adjusted downward by the state board of tax commissioners to the extent it consists of real or personal property owned by a railroad or other corporation under the jurisdiction of a federal court under the federal bankruptcy laws (11 U.S.C. 101 et seq.) if as a result of the corporation being involved in a bankruptcy proceeding the corporation is delinquent in payment of its Indiana real and personal property taxes for the year to which the valuation applies. If the railroad or other corporation in some subsequent calendar year makes payment of the delinquent taxes, then the state superintendent of public instruction shall prescribe adjustments in the distributions of state funds pursuant to this chapter as are thereafter to become due to a school corporation affected by the delinquency as will ensure that the school corporation will not have been unjustly enriched under the provisions of P.L.382-1987(ss).

(g) (f) "General fund" means a school corporation fund established under IC 21-2-11-2.

(h) (g) "Teacher" means every person who is required as a condition of employment by a school corporation to hold a teacher's license issued or recognized by the state, except substitutes and any person paid entirely from federal funds.

(i) (h) "Teacher ratio" of a school corporation used in computing state distribution in any calendar year



means the ratio assigned to the school corporation pursuant to section 2 of this chapter.

(†) (i) "Eligible pupil" means a pupil enrolled in a school corporation if:

- (1) the school corporation has the responsibility to educate the pupil in its public schools without the payment of tuition;
- (2) subject to subdivision (5), the school corporation has the responsibility to pay transfer tuition under IC 20-8.1-6.1, because the pupil is transferred for education to another school corporation (the "transferee corporation");
- (3) the pupil is enrolled in a school corporation as a transfer student under IC 20-8.1-6.1-3 or entitled to be counted for ADM or additional count purposes as a resident of the school corporation when attending its schools under any other applicable law or regulation;
- (4) the state is responsible for the payment of transfer tuition to the school corporation for the pupil under IC 20-8.1-6.1; or
- (5) all of the following apply:
 - (A) The school corporation is a transferee corporation.
 - (B) The pupil does not qualify as a qualified pupil in the transferee corporation under subdivision (3) or (4).
 - (C) The transferee corporation's attendance area includes a state licensed private or public health care facility, child care facility, or foster family home where the pupil was placed:
 - (i) by or with the consent of the division of family and children;
 - (ii) by a court order; or
 - (iii) by a child placing agency licensed by the division of family and children.

(†) (j) "General fund budget" of a school corporation means the amount of the budget approved for a given year by the state board of tax commissioners and used by the state board of tax commissioners in certifying a school corporation's general fund tax levy and tax rate for the school corporation's general fund as provided for in IC 21-2-11.

SECTION 110. IC 21-3-1.8-3 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 3. In addition to the amount a school corporation is entitled to receive in tuition support, each school corporation is entitled to receive a grant for vocational education programs. The amount of the vocational education grant is the product of:

- (1) the school corporation's additional pupil count for the year for vocational education programs; multiplied by
- (2) for
 - (A) 1998, one thousand five hundred seventy dollars (\$1,570); and
 - (B) 1999, one thousand six hundred dollars (\$1,600);**2000, one thousand six hundred thirty-eight dollars (\$1,638).**

SECTION 111. IC 21-3-1.8-6 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2000]: Sec. 6. This chapter expires January 1, ~~2000~~. **2001.**

SECTION 112. IC 21-3-10-1 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2001]: Sec. 1. As used in this chapter, "eligible pupil" has the meaning set forth in ~~IC 21-3-1.6-1.1(j)~~ **IC 21-3-1.6-1.1.**

SECTION 113. IC 21-3-12 IS ADDED TO THE INDIANA CODE AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2001]:

Chapter 12. Vocational Education Grants

Sec. 1. As used in this chapter, "eligible pupil" has the meaning set forth in IC 21-3-1.6-1.1 and the pupil enrollment shall be determined at the same time that a school corporation's ADM is determined under IC 6-1.1-1.6-1.1.

Sec. 2. (a) Before October 1 of each year, the department of workforce development shall provide the



department of education with a report listing whether the Indiana labor market demand for each generally recognized labor category is more than moderate, moderate, or less than moderate. In the report, the department of workforce development shall categorize each of the vocational education programs using the following three (3) categories:

- (1) Programs that are addressing employment demand for individuals in labor market categories that are projected to need more than a moderate number of individuals.
- (2) Programs that are addressing employment demand for individuals in labor market categories that are projected to need a moderate number of individuals.
- (3) Programs that are addressing employment demand for individuals in labor market categories that are projected to need less than a moderate number of individuals. All apprenticeship programs, cooperative education programs, and programs not covered by subdivisions (1) through (2) shall be included in this category.

(b) If a new vocational education program is created by rule of the Indiana state board of education or by the United States Department of Education, the department of workforce development shall determine the category in which the program should be included.

Sec. 3. Participation in a program is not required to the extent of full-time equivalency. The Indiana state board of education shall adopt rules further defining the nature and extent of participation and the type of program qualifying for approval. A count may not be made on any program that has not been approved by the Indiana state board of education or where a pupil is not participating to the extent required by any rule of the board.

Sec. 4. In addition to the amount a school corporation is entitled to receive in tuition support, each school corporation is entitled to receive a grant for vocational education programs. The amount of the vocational education grant is based on the count of:

- (1) pupils that have received a secondary level certificate of achievement in a technical field under IC 20-10.1-4.4 or other state or nationally recognized certificate or license; plus
- (2) eligible pupils enrolled in vocational education programs to be determined at the same time as ADM is determined.

Sec. 5. In its nonduplicated count of pupils receiving a secondary level certificate of achievement in a technical field under IC 20-10.1-4.4, a school corporation shall count each pupil receiving a certificate during the preceding school year.

Sec. 6. (a) In its duplicated count of pupils in programs addressing employment demand for individuals in labor market categories that are projected to need more than a moderate number of individuals, a school corporation shall count each pupil enrolled in each of the programs.

(b) A pupil may be counted in more than one (1) of the programs if the pupil is enrolled in more than one (1) program at the time pupil enrollment is determined.

(c) A pupil may be included in the duplicated count in this section and in the duplicated count of pupils in programs addressing employment demand that is moderate or less than moderate.

Sec. 7. (a) In its duplicated count of pupils in programs addressing employment demand for individuals in labor market categories that are projected to need a moderate number of individuals, a school corporation shall count each pupil enrolled in each of the programs.

(b) A pupil may be counted in more than one (1) of the programs if the pupil is enrolled in more than one (1) program at the time pupil enrollment is determined.

(c) A pupil may be included in the duplicated count in this section and in the duplicated count of pupils in programs addressing employment demand that is more than or less than moderate.

Sec. 8. (a) In its duplicated count of pupils in programs addressing employment demand for individuals in labor market categories that are projected to need less than a moderate number of individuals, a school corporation shall count each pupil enrolled in each of the programs. All



apprenticeship programs, cooperative education programs, and programs not covered by section 6 or 7 of this chapter shall be included in this category.

(b) A pupil may be counted in more than one (1) of the programs if the pupil is enrolled in more than one (1) program at the time pupil enrollment is determined.

(c) A pupil may be included in the duplicated count in this section and in the duplicated count of pupils in programs addressing employment demand that is more than moderate or moderate.

Sec. 9. The amount of the vocational education grant for 2001 is the sum of the following amounts:

STEP ONE: The number of pupils described in section 5 of this chapter (certificates of achievement) multiplied by five hundred fifty dollars (\$550).

STEP TWO: The number of pupils described in section 6 of this chapter (more than a moderate labor market need) multiplied by one thousand two hundred dollars (\$1,200).

STEP THREE: The number of pupils described in section 7 of this chapter (a moderate labor market need) multiplied by eight hundred dollars (\$800).

STEP FOUR: The number of pupils described in section 8 of this chapter (less than a moderate labor market need) multiplied by three hundred fifty dollars (\$350).

Sec. 10. If a school corporation determines that the categories of vocational education programs issued by the department of workforce development under section 2 of this chapter are not representative of the employment demand in the region surrounding the school corporation, the school corporation may petition the department of workforce development to recategorize for the school corporation the vocational education programs offered by the school corporation according to the employment demand in the region surrounding the school corporation. The petition must include information supporting the school corporation's determination that the categories of vocational education programs by the department of workforce development under section 2 of this chapter are not representative of the employment demand in the region surrounding the school corporation.

Sec. 11. This chapter expires January 1, 2002.

SECTION 114. THE FOLLOWING ARE REPEALED [EFFECTIVE JANUARY 1, 2001]:
IC 21-2-12-3.1; IC 21-3-1.6-3; IC 21-3-1.6-3.2; IC 21-3-1.8-3.

SECTION 115. IC 21-3-10-8 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 8. The amount of the grant that a school corporation is entitled to receive for special education programs is equal to:

- (1) the nonduplicated count of pupils in programs for severe disabilities multiplied by:
 - (A) for ~~1998~~, seven thousand two hundred five dollars (~~\$7,205~~); **five hundred sixty-one dollars (\$7,561) in 2000**; and
 - (B) for ~~1999~~, seven thousand two hundred eighty-five dollars (~~\$7,285~~); **eight hundred forty-nine dollars (\$7,849) in 2001**; plus
- (2) the nonduplicated count of pupils in programs of mild and moderate disabilities multiplied by:
 - (A) for ~~1998~~, one thousand nine hundred fifty-four dollars (~~\$1,954~~); **two thousand fifty-two dollars (\$2,052) in 2000**; and
 - (B) for ~~1999~~, one thousand nine hundred seventy-seven dollars (~~\$1,977~~); **two thousand one hundred thirty dollars (\$2,130) in 2001**; plus
- (3) the duplicated count of pupils in programs for communication disorders multiplied by:
 - (A) for ~~1998~~, four hundred sixty-two dollars (~~\$462~~); **eighty-six dollars (\$486) in 2000**; and
 - (B) for ~~1999~~, four five hundred sixty-nine dollars (~~\$469~~); **five dollars (\$505) in 2001**; plus
- (4) the cumulative count of pupils in homebound programs multiplied by:
 - (A) four hundred sixty-two dollars (~~\$462~~) in ~~1998~~ **eighty-six dollars (\$486) in 2000**; and
 - (B) four five hundred sixty-nine dollars (~~\$469~~) in ~~1999~~ **five dollars (\$505) in 2001**."

Page 144, delete lines 1 through 8.



Page 144, delete lines 11 through 39.

Page 146, delete lines 13 through 49.

Delete pages 147 through 164, begin a new paragraph and insert:

"SECTION 116. IC 21-1-30-2 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2001]: Sec. 2. For purposes of computation under this chapter, the following shall be used:

- (1) Kindergarten pupils shall be counted as five-tenths (0.5). All other pupils shall be counted as one (1).
- (2) The number of pupils shall be the number of pupils used in determining ADM, as defined by IC 21-3-1.6, for the current year. However, students who are transferred under IC 20-8-1-6.1 or IC 20-8-1-6.5 shall be counted as students having legal settlement in the transferee corporation and not having legal settlement in the transferor corporation.
- (3) Only a licensed teacher who is an actual classroom teacher in a regular instructional program shall be counted as a teacher, except as permitted under section 5 of this chapter.
- (4) If a school corporation is granted approval under section 5 of this chapter, the school corporation may include as one-third (1/3) of a teacher in its computation for funding under this chapter each classroom instructional aide who meets qualifications and performs duties prescribed by the Indiana state board of education.
- (5) Base year refers to the school year immediately preceding the year that the school corporation implemented IC 21-1-29 (before its repeal by P.L.278-1993(ss); SECTION 16) for a particular grade level. However, if the enrollment and staffing patterns that year for any reason did not fairly represent the normal enrollment and staffing patterns of a particular school corporation for that grade level, the department of education may adjust the base year so that the base year reflects the normal staffing and enrollment pattern for that school corporation. (3) The staff cost amount for a school corporation is sixty-five thousand one hundred dollars (\$65,100) for 2000 and sixty-seven thousand one hundred dollars (\$67,100) for 2001.
- (4) The at-risk index is the index determined under IC 21-3-1.8-1.1.

SECTION 117. IC 21-1-30-3 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2001]: Sec. 3. The amount to be distributed to a school corporation that implements under this chapter for kindergarten is the amount determined under subdivision (6) of the following formula:

- (1) Determine the quotient of:
 - (A) the ADM of the school corporation, as determined under section 2(2) of this chapter in kindergarten for the current school year; divided by
 - (B) eighteen (18).
- (2) Determine the lesser of:
 - (A) the amount determined under subdivision (1); or
 - (B) the number of full-time teacher equivalents employed by the school corporation for the current school year in kindergarten classes.
- (3) Determine the sum of:
 - (A) the number of full-time teacher equivalents allocated by the school corporation to kindergarten classes for the respective base year; and
 - (B) the net number of full-time teacher equivalents that the school corporation has reassigned since the base year, to grade levels affected by this chapter from grade levels not affected by this chapter; as determined by the Indiana state board of education; and as measured in the current year.
- (4) Determine the remainder of:
 - (A) the amount determined under subdivision (2); minus
 - (B) the amount determined under subdivision (3).



(5) Determine the greater of:

- (A) the amount determined under subdivision (4); or
- (B) zero (0).

(6) Determine the product of:

- (A) the amount determined under subdivision (5); and
- (B) twenty-five thousand seven hundred fifty-two dollars (\$25,752) beginning with the 1995-1996 school year and twenty-six thousand five hundred twenty-six dollars (\$26,526) beginning with the 1996-1997 school year and for each school year thereafter.

STEP ONE: Determine the applicable target pupil teacher ratio for the school corporation as follows:

- (A) If the school corporation's at-risk index is less than seventeen hundredths (0.17), the school corporation's target pupil teacher ratio is 18:1.
- (B) If the school corporation's at-risk index is at least seventeen hundredths (0.17) but less than twenty-seven hundredths (0.27), the school corporation's target pupil teacher ratio is fifteen (15) plus the result of:
 - (i) determine the result of twenty-seven hundredths (0.27) minus the school corporation's at-risk index;
 - (ii) determine the item (i) result divided by one-tenth (0.1);
 - (iii) determine the item (ii) result multiplied by three (3).
- (C) If the school corporation's at-risk index is at least twenty-seven hundredths (0.27), the school corporation's target pupil teacher ratio is 15:1.

STEP TWO: Determine the result of:

- (A) the ADM of the school corporation, as determined under section 2(2) of this chapter, in kindergarten through grade 3 for the current school year; divided by
- (B) the school corporation's target pupil teacher ratio, as determined in STEP ONE.

STEP THREE: Determine the result of:

- (A) the total regular general fund revenue (the amount determined in STEP ONE of IC 21-3-1.7-8) multiplied by seventy-five hundredths (0.75); divided by
- (B) the school corporation's total ADM.

STEP FOUR: Determine the result of:

- (A) the STEP THREE result; multiplied by
- (B) the ADM of the school corporation, as determined under section 2(2) of this chapter in kindergarten through grade 3 for the current school year.

STEP FIVE: Determine the result of:

- (A) the STEP FOUR result; divided by
- (B) the staff cost amount, as determined in section 2(3) of this chapter.

STEP SIX: Determine the greater of zero (0) or the result of:

- (A) the STEP TWO amount; minus
- (B) the STEP FIVE amount.

STEP SEVEN: Determine the result of:

- (A) the STEP SIX amount; multiplied by
- (B) the staff cost amount, as determined in section 2(3) of this chapter.

STEP EIGHT: Determine the result of the following:

- (A) If the STEP SEVEN amount is less than the amount the school corporation received under this chapter for the 1999 fiscal year, determine the greater of:
 - (i) the STEP SEVEN amount; or
 - (ii) the amount the school corporation received under this chapter for the 1999 fiscal



year multiplied by eighty percent (80%) for 2000 and sixty percent (60%) for 2001.
(B) If the STEP SEVEN amount is greater than the amount the school corporation received under this chapter for the 1999 fiscal year, determine the lesser of:

- (i) the STEP SEVEN amount; or**
- (ii) the amount the school corporation received under this chapter for the 1999 fiscal year multiplied by one hundred thirty percent (130%) for 2000 and one hundred sixty percent (160%) for 2001.**

For 2000 calculations, the amount the school corporation received under this chapter for the year is the 1999-2000 school year amount calculated under this chapter as it existed on July 1, 1999.

SECTION 119. THE FOLLOWING ARE REPEALED [EFFECTIVE JANUARY 1, 2001]:
IC 21-1-30-3.1; IC 21-1-30-3.2; IC 21-1-30-3.3; IC 21-1-30-4; IC 21-1-30-5; IC 21-1-30-6.

SECTION 120. [EFFECTIVE JULY 1, 1999] **(a) The primetime distribution for each local school for the period of June 30, 1999, to December 31, 1999, shall be equal to one half (1/2) of the primetime distribution before any penalty assessed under the provisions of IC 21-1-30 that the school would have received during fiscal year 1998-1999. The distribution shall be made monthly in six (6) approximately equal payments to be made before the fifteenth day of each month.**

(b) Beginning in 2000 a school corporation's primetime distribution shall be determined on a calendar year basis. The amount of the primetime distribution for 2000 shall be determined on a calendar year basis under IC 21-1-30, as amended by this act."

Page 165, delete lines 1 through 42.

Page 166, line 7, after "corporations" insert "**or to make payments directly to vendors**".

Page 166, line 7, after "for" insert "**providing**".

Page 166, delete lines 30 through 49, begin a new paragraph and insert the following:

"SECTION 121. IC 6-3-1-3.5 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]:

Sec. 3.5. When used in IC 6-3, the term "adjusted gross income" shall mean the following:

(a) In the case of all individuals, "adjusted gross income" (as defined in Section 62 of the Internal Revenue Code), modified as follows:

- (1) Subtract income that is exempt from taxation under IC 6-3 by the Constitution and statutes of the United States.
- (2) Add an amount equal to any deduction or deductions allowed or allowable pursuant to Section 62 of the Internal Revenue Code for taxes based on or measured by income and levied at the state level by any state of the United States or for taxes on property levied by any subdivision of any state of the United States.
- (3) Subtract one thousand dollars (\$1,000), or in the case of a joint return filed by a husband and wife, subtract for each spouse one thousand dollars (\$1,000).
- (4) Subtract one thousand dollars (\$1,000) for:
 - (A) each of the exemptions provided by Section 151(c) of the Internal Revenue Code;
 - (B) each additional amount allowable under Section 63(f) of the Internal Revenue Code; and
 - (C) the spouse of the taxpayer if a separate return is made by the taxpayer, and if the spouse, for the calendar year in which the taxable year of the taxpayer begins, has no gross income and is not the dependent of another taxpayer.
- (5) Subtract five hundred dollars (\$500) for each of the exemptions allowed under Section 151(c)(1)(B) of the Internal Revenue Code for taxable years beginning after December 31, 1996, and before January 1, 2001. This amount is in addition to the amount subtracted under subdivision (4).
- (6) Subtract an amount equal to the lesser of:
 - (A) that part of the individual's adjusted gross income (as defined in Section 62 of the Internal



Revenue Code) for that taxable year that is subject to a tax that is imposed by a political subdivision of another state and that is imposed on or measured by income; or
(B) two thousand dollars (\$2,000).

(7) Add an amount equal to the total capital gain portion of a lump sum distribution (as defined in Section 402(e)(4)(D) of the Internal Revenue Code), if the lump sum distribution is received by the individual during the taxable year and if the capital gain portion of the distribution is taxed in the manner provided in Section 402 of the Internal Revenue Code.

(8) Subtract any amounts included in federal adjusted gross income under Internal Revenue Code Section 111 as a recovery of items previously deducted as an itemized deduction from adjusted gross income.

(9) Subtract any amounts included in federal adjusted gross income under the Internal Revenue Code which amounts were received by the individual as supplemental railroad retirement annuities under 45 U.S.C. 231 and which are not deductible under subdivision (1).

(10) Add an amount equal to the deduction allowed under Section 221 of the Internal Revenue Code for married couples filing joint returns if the taxable year began before January 1, 1987.

(11) Add an amount equal to the interest excluded from federal gross income by the individual for the taxable year under Section 128 of the Internal Revenue Code, if the taxable year began before January 1, 1985.

(12) Subtract an amount equal to the amount of federal Social Security and Railroad Retirement benefits included in a taxpayer's federal gross income by Section 86 of the Internal Revenue Code.

(13) In the case of a nonresident taxpayer or a resident taxpayer residing in Indiana for a period of less than the taxpayer's entire taxable year, the total amount of the deductions allowed pursuant to subdivisions (3), (4), (5), and (6) shall be reduced to an amount which bears the same ratio to the total as the taxpayer's income taxable in Indiana bears to the taxpayer's total income.

(14) In the case of an individual who is a recipient of assistance under IC 12-10-6-1, IC 12-10-6-2, IC 12-10-6-3, IC 12-15-2-2, or IC 12-15-7, subtract an amount equal to that portion of the individual's adjusted gross income with respect to which the individual is not allowed under federal law to retain an amount to pay state and local income taxes.

(15) Subtract an amount equal to any cash assistance grant received by the individual under IC 12-14-27.

(b) In the case of corporations, the same as "taxable income" (as defined in Section 63 of the Internal Revenue Code) adjusted as follows:

(1) Subtract income that is exempt from taxation under IC 6-3 by the Constitution and statutes of the United States.

(2) Add an amount equal to any deduction or deductions allowed or allowable pursuant to Section 170 of the Internal Revenue Code.

(3) Add an amount equal to any deduction or deductions allowed or allowable pursuant to Section 63 of the Internal Revenue Code for taxes based on or measured by income and levied at the state level by any state of the United States or for taxes on property levied by any subdivision of any state of the United States.

(4) Subtract an amount equal to the amount included in the corporation's taxable income under Section 78 of the Internal Revenue Code.

(c) In the case of trusts and estates, "taxable income" (as defined for trusts and estates in Section 641(b) of the Internal Revenue Code) reduced by income that is exempt from taxation under IC 6-3 by the Constitution and statutes of the United States.

SECTION 122. IC 6-3.1-16-14 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]:
Sec. 14. The amount of tax credits allowed under this chapter **in a state fiscal year** may not exceed



~~(1) seven hundred fifty thousand dollars (\$750,000 in the state fiscal year beginning July 1, 1997,~~
1999, and the state fiscal year beginning July 1, ~~1998~~ **2000**; and

(2) four hundred fifty thousand dollars (\$450,000) in a state fiscal year that begins July 1, ~~1999~~, **2001**,
or thereafter.

SECTION 123. IC 8-1-1-3 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec.

3. (a) The members of the commission shall meet and organize the commission. The commission may, subject to the approval of the governor, appoint a secretary of the commission.

(b) The salaries of the members and secretary of the commission shall be fixed by the governor, subject to the approval of the budget agency; however, the salaries of the chairman and the members shall not be less than the following annual minimum amounts:

(1) For the chairman, sixty-five thousand dollars (\$65,000).

(2) For the members, sixty thousand dollars (\$60,000) each.

(c) The commission may appoint one (1) or more administrative law judges who shall be responsible to and serve at the will and pleasure of the commission. While serving, the administrative law judges shall devote full time to the duties of the commission and shall not be actively engaged in any other occupation, profession, or business that constitutes a conflict of interest or otherwise interferes with carrying out their duties as administrative law judges. The salary of each administrative law judge shall be fixed by the commission subject to the approval of the budget agency but may not be less than the following annual amounts:

(1) For the chief administrative law judge, forty-five thousand dollars (\$45,000).

(2) For all other administrative law judges, forty thousand dollars (\$40,000).

(d) A majority of the commission members shall constitute a quorum.

(e) On order of the commission any one (1) member of the commission, or an administrative law judge, may conduct a hearing, or investigation, and take evidence therein, and report the same to the commission for its consideration and action; however, a hearing concerning a request for a general increase in the basic rates and charges of a utility in an amount exceeding twenty million dollars (\$20,000,000) may only be conducted by one (1) or more commission members.

(f) Each member of the commission shall give bond in the sum of ten thousand dollars (\$10,000) for the faithful performance of his duties. Such bond shall be filed with the secretary of state.

(g) The commission shall formulate rules necessary or appropriate to carry out the provisions of this chapter, and shall perform the duties imposed by law upon them.

(h) The commission ~~may~~ **shall**:

(1) employ ~~with the approval of the governor and the state budget agency~~; sufficient professional staff, including but not limited to specialists, technicians, and analysts, who are exempt from the job classifications and compensation schedules established under IC 4-15; and

(2) purchase, lease, or otherwise acquire for its internal use sufficient technical equipment necessary for the commission to carry out its statutory duties.

SECTION 124. IC 12-10-11-8 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]:

Sec. 8. The board shall do the following:

(1) Establish long term goals of the state for the provision of a continuum of care for the elderly and disabled based on the following:

(A) Individual independence, dignity, and privacy.

(B) Long term care services that are:

(i) integrated, accessible, and responsible; and

(ii) available in home and community settings.

(C) Individual choice in planning and managing long term care.

(D) Access to an array of long term care services:



- (i) for an individual to receive care that is appropriate for the individual's needs; and
- (ii) to enable a case manager to have cost effective alternatives available in the construction of care plans and the delivery of services.

(E) Long term care services that include home care, community based services, assisted living, congregate care, adult foster care, and institutional care.

(F) Maintaining an individual's dignity and self-reliance to protect the fiscal interests of both taxpayers and the state.

(G) Long term care services that are fiscally sound.

- (2) Review state policies on community and home care services.
- (3) Recommend the adoption of rules under IC 4-22-2.
- (4) Recommend legislative changes affecting community and home care services.
- (5) Recommend the coordination of the board's activities with the activities of other boards and state agencies concerned with community and home care services.
- (6) Evaluate cost effectiveness, quality, scope, and feasibility of a state administered system of community and home care services.
- (7) Evaluate programs for financing services to those in need of a continuum of care.
- (8) Evaluate state expenditures for community and home care services, taking into account efficiency, consumer choice, competition, and equal access to providers.
- (9) Develop policies that support the participation of families and volunteers in meeting the long term care needs of individuals.
- (10) Encourage the development of funding for a continuum of care from private resources, including insurance.
- (11) Develop a cost of services basis and a program of cost reimbursement for those persons who can pay all or a part of the cost of the services rendered. The division shall use this cost of services basis and program of cost reimbursement in administering IC 12-10-10. The cost of services basis and program of cost reimbursement must include a client cost share formula that:
 - (A) imposes no charges for an eligible individual whose income does not exceed one hundred fifty percent (150%) of the federal income poverty level; and
 - (B) does not impose charges for the total cost of services provided to an individual under the community and home options to institutional care for the elderly and disabled program unless the eligible individual's income exceeds:
 - (i) three hundred fifty percent (350%) of the federal income poverty level, **for an eligible individual who begins receiving services under IC 12-10-10 before July 1, 1999; or**
 - (ii) **two hundred percent (200%) of the federal income poverty level, for an eligible individual who begins receiving services under IC 12-10-10 after June 30, 1999.**

The calculation of income for an eligible individual must include the deduction of the individual's medical expenses and the medical expenses of the individual's spouse and dependent children who reside in the eligible individual's household.

- (12) Establish long term goals for the provision of guardianship services for adults.
- (13) Coordinate activities and programs with the activities of other boards and state agencies concerning the provision of guardianship services.
- (14) Recommend statutory changes affecting the guardianship of indigent adults.

SECTION 125. IC 12-14-27 IS ADDED TO THE INDIANA CODE AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]:

Chapter 27. Cash Assistance Grant

Sec. 1. This chapter applies only to calendar years 1999 and 2000.

Sec. 2. As used in this chapter, "earned income" means the sum of the:



- (1) wages, salaries, tips, and other employee compensation; and
- (2) net earnings from self-employment (as computed under Section 32(c)(2) of the Internal Revenue Code);

of an individual grant applicant and, if the individual files a joint return, the individual's spouse.

Sec. 3. As used in this chapter, "Indiana total income" means the sum of the following for an individual, and if the individual files a joint return, the individual's spouse, for a taxable year:

- (1) Adjusted gross income (as defined in Section 62 of the Internal Revenue Code).
- (2) Taxes deducted on a federal income tax return, as described in IC 6-3-1-3.5(a)(2).
- (3) Any net operating loss carried forward from a prior year and reported on the individual's federal income tax return for the taxable year.
- (4) The total ordinary income portion of a lump sum distribution described in IC 6-3-1-3.5(a)(6).
- (5) Any other taxable income not described in subdivision (1).

Sec. 4. As used in this chapter, "qualifying child" means an individual who:

- (1) is the child, stepchild, or foster child of the individual;
- (2) resides in Indiana with the individual, including the individual's spouse in the case of a joint Indiana income tax return, for more than one-half (1/2) of the taxable year;
- (3) is dependent on the individual, including the individual's spouse in the case of a joint Indiana income tax return, for more than one-half (1/2) of the individual's support;
- (4) is less than nineteen (19) years of age on the last day of the taxable year; and
- (5) is not married on the last day of the taxable year.

Sec. 5. An individual who, in a taxable year, has:

- (1) at least one (1) qualifying child;
- (2) Indiana total income from all sources of not more than twelve thousand dollars (\$12,000); and
- (3) Indiana total income from earned income that is at least eighty percent (80%) of the individual's Indiana total income;

is entitled to a grant described in section 6 of this chapter.

Sec. 6. The grant authorized under section 5 of this chapter is equal to the lesser of one hundred thirty-six dollars (\$136) or three and four-tenths percent (3.4%) of:

- (1) twelve thousand dollars (\$12,000); minus
- (2) the amount of the individual's Indiana total income.

Sec. 7. (a) If a husband and wife file a joint Indiana income tax return for a year, a joint grant application must be used under this chapter for that year.

(b) If a husband and wife file separate Indiana income tax returns for a year, separate grant applications must be used under this chapter for that year.

Sec. 8. The department of state revenue shall administer this chapter using the individual income tax return as the basis for qualifying individuals for the grant. The auditor of state may combine the grant payment with an individual income tax refund owed to the individual. The department may adopt rules under IC 4-22-2 to implement this chapter.

Sec. 9. The office of family and children shall apply the grants provided under this chapter toward Indiana's maintenance of effort under the federal Temporary Assistance to Needy Families (TANF) program.

Sec. 10. This chapter expires December 31, 2001.

SECTION 126. IC 6-3-2.5 IS REPEALED [EFFECTIVE JANUARY 1, 1999 (RETROACTIVE)].

SECTION 127. IC 21-6.1-3-5 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 1999]:

Sec. 5. (a) The governor shall appoint a director ~~from members of the fund:~~ **who is qualified by professional background and experience.** Subject only to the governor's approval, the board shall fix the



salary of the director.

(b) The director shall:

- (1) maintain a record of the board's proceedings;
- (2) be responsible for the safekeeping of the books and records of the department; and
- (3) give bond as fixed by the board."

Delete page 167 .

Page 168, delete lines 1 through 11.

Renumber all SECTIONS consecutively.

and when so amended that said bill do pass.

(Reference is to HB 1001 as reprinted February 25, 1999.)

Borst, Chairperson

Committee Vote: Yeas 9, Nays 4.

