

PREVAILED	Roll Call No. _____
FAILED	Ayes _____
WITHDRAWN	Noes _____
RULED OUT OF ORDER	

HOUSE MOTION _____

MR. SPEAKER:

I move that House Bill 1681 be amended to read as follows:

- 1 Page 1, between the enacting clause and line 1, begin a new
- 2 paragraph and insert:
- 3 "SECTION 1. IC 20-5-4-1.5 IS ADDED TO THE INDIANA CODE
- 4 AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
- 5 1, 1999]: **Sec. 1.5. (a) For purposes of this section, "retirement or**
- 6 **severance liability" means the payments anticipated to be required**
- 7 **to be made to employees of a school corporation upon or after the**
- 8 **termination of their employment by the school corporation under**
- 9 **an existing or previous employment agreement.**
- 10 **(b) In addition to the purposes set forth in section 1 of this**
- 11 **chapter, school corporations may issue bonds to implement**
- 12 **solutions to contractual retirement or severance liability. The**
- 13 **issuance of bonds for this purpose is subject to the following**
- 14 **limitations:**
- 15 **(1) A school corporation may issue bonds for the purpose**
- 16 **described in this section only one (1) time.**
- 17 **(2) The solution to which the bonds are contributing must be**
- 18 **reasonably expected to reduce the school corporation's**
- 19 **existing unfunded contractual liability for retirement or**
- 20 **severance payments.**
- 21 **(3) The amount of the bonds that may be issued for the**
- 22 **purpose described in this section may not exceed two percent**
- 23 **(2%) of the total assessed valuation of property in the school**
- 24 **corporation.**

1 **(4) Each year that a debt service levy is needed under this**
2 **section, the school corporation shall reduce its total property**
3 **tax levy for the school corporation's other funds in an amount**
4 **equal to the property tax levy needed for the debt service**
5 **under this section.**

6 **(c) Bonds issued for the purpose described in this section shall**
7 **be issued in the same manner as other bonds of the school**
8 **corporation."**

9 Renumber all SECTIONS consecutively.
 (Reference is to HB 1681 as printed March 2, 1999.)

Representative Bauer