

- 1 Page 9, line 29, delete "9-13, instead of the appropriation made in
2 IC 33-19-7-5(c).".
- 3 Page 9, line 36, delete "550,000 550,000" and insert "625,000
4 625,000".
- 5 Page 10, between lines 44 and 45, begin a new line and insert:
6 **"MILLENNIUM TASK FORCE**
7 **Total Operating Expense 500,000".**
- 8 Page 11, line 5, delete "GOVERNORS' AND GOVERNORS'
9 SURVIVING".
- 10 Page 11, line 6, before "SPOUSES" insert "**GOVERNORS' AND**
11 **GOVERNORS' SURVIVING".**
- 12 Page 12, line 22, delete "3,548,344 3,548,344" and insert
13 "**3,688,428 3,688,428".**
- 14 Page 12, line 23, delete "1,043,185 1,043,185" and insert
15 "**1,066,197 1,180,947".**
- 16 Page 12, delete line 29, begin a new line and insert:
17 **"GOVERNOR ELECT".**
- 18 Page 12, line 43, delete "391,355" and insert "**390,355".**
- 19 Page 12, line 47, delete "75,000,000" and insert "**70,000,000".**
- 20 Page 13, line 29, delete "805,369" and insert "**805,370".**
- 21 Page 13, between lines 40 and 41, begin a new line and insert:
22 **"TARGETED TAX RELIEF FUND (4-10-20)**
23 **Other Operating Expense 500,000,000**
24 **INDIANA 21st CENTURY GROWTH FUND**
25 **Total Operating Expense 25,000,000 25,000,000".**
- 26 Page 14, between lines 10 and 11, begin a new line and insert:
27 **"From the Lottery Administrative Trust Fund".**
- 28 Page 14, line 13, after "fund" delete "." and insert "**, in compliance**
29 **with the provisions of IC 4-30-16-3.".**
- 30 Page 14, line 17, delete "- COLLECTION AND
31 ADMINISTRATION".
- 32 Page 14, between lines 17 and 18, begin a new line and insert:
33 **"COLLECTION AND ADMINISTRATION".**
- 34 Page 14, line 18, delete "33,161,040 33,161,040" and insert
35 "**32,911,040 32,911,040".**
- 36 Page 14, line 19, delete "16,174,537 16,174,537" and insert
37 "**15,924,537 15,924,537".**
- 38 Page 14, line 41, delete "1,669,366 1,669,366" and insert

1 **"1,669,367** **1,669,367"**.
2 Page 14, line 49, delete "4,968,939" and insert "**4,968,839**".
3 Page 15, line 35, delete "account of the state general".
4 Page 16, line 17, delete "5,178,000" and insert "**5,718,000**".
5 Page 17, line 23, delete "33,624,730" and insert "**32,624,730**".
6 Page 17, line 26, delete "4,191,801 4,191,800" and insert
7 **"4,091,801** **4,091,801"**.
8 Page 17, line 28, delete "10,439,126 18,628,368" and insert
9 **"10,339,126** **18,528,368"**.
10 Page 17, line 30, delete "826,698 826,698" and insert
11 **"819,793 819,793"**.
12 Page 17, line 31, delete "350,500 350,500" and insert
13 **"347,573 347,573"**.
14 Page 17, line 33, delete "4,569,969 4,569,969" and insert
15 **"4,531,800** **4,531,800"**.
16 Page 17, line 34, delete "706,625 746,625" and insert
17 **"700,389 740,389"**.
18 Page 17, line 36, delete "1,607,005 1,607,005" and insert
19 **"1,593,583** **1,593,583"**.
20 Page 17, line 37, delete "477,575 477,575" and insert
21 **"473,586 473,586"**.
22 Page 17, line 39, delete "6,288,403 6,288,403" and insert
23 **"6,235,881** **6,235,881"**.
24 Page 17, line 40, delete "3,072,874 3,102,874" and insert
25 **"3,046,958** **3,076,958"**.
26 Page 17, line 42, delete "1,786,754 1,786,754" and insert
27 **"1,771,831** **1,771,831"**.
28 Page 17, line 43, delete "2,035,640 2,035,640" and insert
29 **"2,018,638** **2,018,638"**.
30 Page 17, line 46, delete "16,484,000 13,484,000" and insert
31 **"16,384,000** **13,384,000"**.
32 Page 17, line 48, delete " 459,633 459,633" and insert
33 **"455,794 455,794"**.
34 Page 17, line 49, delete "39,500 39,500" and insert
35 **"39,170 39,170"**.
36 Page 18, line 8, delete "31,003,983 31,003,983" and insert
37 **"30,745,033** **30,745,033"**.
38 Page 18, line 9, delete "8,788,157 8,788,157" and insert

1	"8,714,757	8,714,757".
2	Page 18, line 11, delete "25,309,062	25,309,062" and insert
3	"25,097,677	25,097,677".
4	Page 18, line 12, delete "7,565,591	7,565,591" and insert
5	"7,502,402	7,502,402".
6	Page 18, line 14, delete "382,712	382,712" and insert
7	"379,516 379,516".	
8	Page 18, line 16, delete "24,471,995	24,471,995" and insert
9	"24,267,602	24,267,602".
10	Page 18, line 17, delete "5,954,387	5,954,387" and insert
11	"5,904,655	5,904,655".
12	Page 18, line 19, delete "18,395,994	18,395,994" and insert
13	"18,242,349	18,242,349".
14	Page 18, line 20, delete "3,465,759	3,465,759" and insert
15	"3,436,812	3,436,812".
16	Page 18, line 22, delete "10,315,739	10,315,739" and insert
17	"10,229,581	10,229,581".
18	Page 18, line 23, delete "1,950,525	1,950,525" and insert
19	"1,934,234	1,934,234".
20	Page 18, line 25, delete "24,945,572	24,945,572" and insert
21	"24,737,223	24,737,223".
22	Page 18, line 26, delete "5,585,826	5,585,826" and insert
23	"5,539,172	5,539,172".
24	Page 18, line 28, delete "12,433,899	12,433,899" and insert
25	"12,330,049	12,330,049".
26	Page 18, line 29, delete "2,286,455	2,286,455" and insert
27	"2,267,358	2,267,358".
28	Page 18, line 31, delete "8,436,290	8,436,290" and insert
29	"8,365,829	8,365,829".
30	Page 18, line 32, delete "1,250,402	1,250,402" and insert
31	"1,239,958	1,239,958".
32	Page 18, line 34, delete "3,380,954	11,677,780" and insert
33	"3,283,419	10,830,245".
34	Page 18, line 35, delete "3,588,110	2,609,928" and insert
35	"3,566,311	2,388,129".
36	Page 18, line 37, delete "2,219,219	2,219,219" and insert
37	"2,200,684	2,200,684".
38	Page 18, line 38, delete "597,782	597,782" and insert

1 Page 19, line 19, delete "3,556,000" and insert "**3,056,000**".

2 Page 19, line 21, delete "1,569,452 1,569,452" and insert
3 "**1,556,344 1,556,344**".

4 Page 19, line 22, delete "396,227 396,227" and insert
5 "**392,918 392,918**".

6 Page 19, line 24, delete "1,317,695 1,317,695" and insert
7 "**1,306,689 1,306,689**".

8 Page 19, line 25, delete "421,463 421,463" and insert
9 "**417,943 417,943**".

10 Page 19, line 27, delete "1,412,059 1,412,059" and insert
11 "**1,400,265 1,400,265**".

12 Page 19, line 28, delete "335,417 335,417" and insert
13 "**332,616 332,616**".

14 Page 19, line 30, delete "3,988,339 3,988,339" and insert
15 "**3,955,028 3,955,028**".

16 Page 19, line 31, delete "780,018 780,018" and insert
17 "**773,503 773,503**".

18 Page 19, line 33, delete "1,633,476 1,633,476" and insert
19 "**1,619,833 1,619,833**".

20 Page 19, line 34, delete "388,685 388,685" and insert
21 "**385,439 385,439**".

22 Page 19, line 36, delete "2,534,314 2,534,314" and insert
23 "**2,513,147 2,513,147**".

24 Page 19, line 37, delete "582,750 582,750" and insert
25 "**577,883 577,883**".

26 Page 19, line 39, delete "2,230,393 2,230,393" and insert
27 "**2,211,764 2,211,764**".

28 Page 19, line 40, delete "404,189 404,189" and insert
29 "**400,813 400,813**".

30 Page 19, line 42, delete "1,038,073 1,038,073" and insert
31 "**1,029,403 1,029,403**".

32 Page 19, line 43, delete "440,147 440,147" and insert
33 "**436,471 436,471**".

34 Page 19, line 45, delete "1,600,960 1,600,960" and insert
35 "**1,587,589 1,587,589**".

36 Page 19, line 46, delete "403,223 403,223" and insert
37 "**399,855 399,855**".

38 Page 19, line 48, delete "6,635,521 6,635,521" and insert

1 **"6,580,100** **6,580,100"**.

2 Page 19, line 49, delete "1,395,000 1,395,000" and insert

3 **"1,383,349** **1,383,349"**.

4 Page 20, line 3, delete "5,631,137 5,631,137" and insert

5 **"5,584,104** **5,584,104"**.

6 Page 20, line 49, delete "283,561 283,561" and insert

7 **"358,561 358,561"**.

8 Page 21, line 26, delete "FUND".

9 Page 21, line 28, delete "3,000,000 3,000,000" and insert

10 **"6,838,000** **6,250,000"**.

11 Page 21, between lines 28 and 29, begin a new line and insert:

12 **"Of the above appropriations for the Indiana safe schools program,**

13 **\$5,500,000 is appropriated annually to provide grants to school**

14 **corporations for school safe haven programs, emergency**

15 **preparedness programs, and school safety programs, and \$750,000**

16 **is appropriated annually for use in providing training to school**

17 **safety specialists. Additionally, \$2,000 is appropriated to each**

18 **school corporation to be used for participation in a county school**

19 **safety commission in fiscal year 1999-2000."**

20 Page 21, line 33, delete "FUND (IC 5-12-13-4)".

21 Page 21, between lines 33 and 34, begin a new line and insert:

22 **"General Fund"**.

23 Page 21, between lines 34 and 35, begin a new line and insert:

24 **"Law Enforcement Assistance Fund (IC 5-2-13-4)**

25 **Total Operating Expense 2,500,000 2,500,000"**.

26 Page 21, line 35, after "allowed" delete "." and insert "**from the**

27 **Law Enforcement Assistance Fund."**

28 Page 22, line 11, delete "CORONERS TRAINING BOARD", begin

29 a new line and insert:

30 **"FOR THE CORONERS TRAINING BOARD."**

31 Page 22, between lines 16 and 17, begin a new line and insert:

32 **"Project IMPACT**

33 **Total Operating Expense 200,000 200,000"**.

34 Page 22, line 32, delete "51,522,379 51,522,379" and insert

35 **"50,522,379** **50,522,379"**.

36 Page 22, line 34, delete "51,522,379 51,522,379" and insert

37 **"50,522,379** **50,522,379"**.

38 Page 22, line 43, delete "87,122,029 87,122,029" and insert

1 **"85,802,029** **85,802,029"**.
2 Page 22, line 44, delete "20,795,640 20,795,640" and insert
3 **"20,115,640** **20,115,640"**.
4 Page 26, line 49, delete "PATIENT'S" and insert "**PATIENTS**".
5 Page 27, line 1, delete "Patient's" and insert "**Patients**".
6 Page 29, line 11, delete "3,794,809 3,794,809" and insert
7 **"3,714,809** **3,714,809"**.
8 Page 29, line 12, delete "1,529,921 1,529,921" and insert
9 **"1,489,921** **1,489,921"**.
10 Page 29, delete lines 14 through 15.
11 Page 29, line 18, delete "132,558 132,558" and insert
12 **"128,558 128,558"**.
13 Page 29, line 19, delete "104,279 104,279" and insert
14 **"102,279 102,279"**.
15 Page 29, line 21, delete "578,373 578,373" and insert
16 **"568,373 568,373"**.
17 Page 29, line 22, delete "95,408 95,408" and insert "**90,408**
18 **90,408"**.
19 Page 29, line 29, delete "1,292,244 1,292,244" and insert
20 **"1,268,244** **1,268,244"**.
21 Page 29, line 30, delete "115,404 115,404" and insert
22 **"107,404 107,404"**.
23 Page 29, line 32, delete "1,826,930 2,165,472" and insert
24 **"1,781,930** **2,119,472"**.
25 Page 29, line 33, delete "610,500 910,500" and insert
26 **"600,500 887,500"**.
27 Page 29, line 35, delete "1,897,541 1,897,541" and insert
28 **"2,006,541** **2,006,541"**.
29 Page 29, line 36, delete "446,499 446,499" and insert
30 **"428,499 428,499"**.
31 Page 29, between lines 36 and 37, begin a new and insert:
32 **"From the above appropriation, \$75,000 in each state fiscal year**
33 **shall be used for the Grissom Museum."**.
34 Page 29, line 38, delete "613,145 613,145" and insert
35 **"603,145 603,145"**.
36 Page 29, line 39, delete "65,820 65,820" and insert "**60,820**
37 **60,820"**.
38 Page 29, line 41, delete "800,655 800,655" and insert

1	" 785,655 785,655".	
2	Page 29, line 42, delete "160,313	160,313" and insert
3	" 153,313 153,313".	
4	Page 29, line 49, delete "678,942	678,942" and insert
5	" 668,942 668,942".	
6	Page 30, line 1, delete "62,299	62,299" and insert " 55,299
7	55,299 ".	
8	Page 30, line 3, delete "4,363,677	4,365,099" and insert
9	" 4,274,677	4,276,099 ".
10	Page 30, line 4, delete "1,614,414	1,663,664" and insert
11	" 1,567,414	1,616,664 ".
12	Page 30, line 27, delete "500,000	500,000" and insert
13	" 489,000 489,000".	
14	Page 30, line 37, delete "500,000	500,000 and insert
15	" 1,068,912	1,069,270 ".
16	Page 30, line 38, delete "839,248	839,248" and insert
17	" 259,336 258,978".	
18	Page 30, line 42, delete "8,186,506	8,200,856" and insert
19	" 8,001,506	8,015,856 ".
20	Page 31, line 1, delete "13,930,701	13,986,828" and insert
21	" 13,808,701	13,864,828 ".
22	Page 31, line 2, delete "3,988,276	3,993,776" and insert
23	" 3,925,276	3,930,776 ".
24	Page 31, line 6, delete "9,700,000	9,700,000" and insert
25	" 9,480,000	9,480,000 ".
26	Page 31, line 14, delete "14,420,712	14,420,712" and insert
27	" 14,275,712	14,275,712 ".
28	Page 31, line 15, delete "4,426,065	4,357,165" and insert
29	" 4,351,065	4,282,165 ".
30	Page 31, line 31, delete "2,000,000	2,000,000" and insert
31	" 1,954,000	1,954,000 ".
32	Page 31, line 39, delete "140,000	140,000" and insert
33	" 7,173,718	7,173,718 ".
34	Page 31, line 40, delete "8,731,498	8,731,498" and insert
35	" 1,651,780	1,651,780 ".
36	Page 32, line 1, delete "3,000,000	3,000,000" and insert
37	" 2,932,000	2,932,000 ".
38	Page 32, line 9, delete "6,344,889	6,344,889" and insert

- 1 Page 38, line 11, delete "365,380 365,380" and insert
2 **"171,401 171,401"**.
- 3 Page 38, line 13, delete "232,391 232,391" and insert
4 **"56,739 56,739"**.
- 5 Page 38, delete lines 14 through 15.
- 6 Page 38, line 17, delete "33,019 33,019" and insert **"26,955**
7 **26,955"**.
- 8 Page 38, delete lines 18 through 21.
- 9 Page 38, line 22, delete "Waste".
- 10 Page 38, line 23, delete "Tire Management Fund,".
- 11 Page 38, line 24, after "Special Fund" insert **"and"**.
- 12 Page 38, line 25, delete "Hazardous Substances Response Trust
13 Fund,".
- 14 Page 38, line 25, delete ", Underground" and insert ".".
- 15 Page 38, line 30, delete "the Waste Tire Management Fund,".
- 16 Page 38, line 31, after "Management Permit Operation Fund," insert
17 **"the"**.
- 18 Page 38, line 31, after "Environmental" insert **"Management"**.
- 19 Page 38, line 31, delete "the Hazardous Substances".
- 20 Page 38, line 32, delete "Response Trust Fund,".
- 21 Page 38, line 32, insert **"and"**.
- 22 Page 38, line 32, delete "the Underground Petroleum Storage Tank".
- 23 Page 38, line 33, delete "Trust Fund, and the Underground
24 Petroleum Storage Tank Excess Liability Fund".
- 25 Page 38, delete lines 40 through 41, begin a new line and insert:
26 **"Personal Services 387,148**
27 **Other Operating Expenses 10,063,478"**.
- 28 Page 41, line 8, delete "198,533" and insert **"198,553"**.
- 29 Page 42, line 16, delete "750,000" and insert **"4,750,000"**.
- 30 Page 42, between lines 16 and 17, begin a new line and insert:
31 **"Of the above appropriation for the project guaranty fund,**
32 **\$4,000,000 shall be used to create a debt service reserve fund for**
33 **the purpose of allowing the authority to issue pooled bonds, either**
34 **tax exempt or taxable, for the construction or renovation of**
35 **licensed child care facilities under the authority's industrial**
36 **development project section for the federal capital access**
37 **program."**
- 38 Page 42, line 20, delete "2,000,000" and insert **"7,800,000"**.

1 Page 42, delete lines 21 through 24, begin a new line and insert:
 2 **"Of the above appropriation for the capital access program,**
 3 **\$5,800,000 shall be used for licensed child care facilities, no more**
 4 **than \$500,000 may be used for multi-bank community development**
 5 **corporation start-up grants, and the balance may be used as the**
 6 **state match requirement for the federal capital access program."**

7 Page 42, between lines 25 and 26, begin a new line and insert:
 8 **"ENVIRONMENTAL REMEDIATION REVOLVING LOAN**
 9 **FUND SUBACCOUNT**

10 **Total Operating Expense 5,000,000".**

11 Page 42, line 27, delete "400,000 400,000" and insert
 12 **"380,000 380,000".**

13 Page 43, between lines 18 and 19, begin a new line and insert:
 14 **"Total Operating Expense 1,178,195 1,178,195".**

15 Page 43, delete line 46.

16 Page 49, line 33, delete "101,533 101,533" and insert
 17 **"111,533 111,533".**

18 Page 50, line 2, delete "986,869,478 1,071,694,729" and insert
 19 **"970,400,000 1,018,900,000".**

20 Page 50, line 28, delete "23,688,172 24,570,322" and insert
 21 **"17,000,000 25,290,000".**

22 Page 50, line 30, delete "2,632,019 2,730,036" and insert
 23 **"1,800,000 2,810,000".**

24 Page 50, between lines 30 and 31, begin a new line and insert:
 25 **"The foregoing appropriation for CHIP Assistance and CHIP**
 26 **Administration are made from funds accruing to the state from the**
 27 **tobacco settlement."**

28 Page 51, line 1, delete "81,693,491 81,693,491" and insert
 29 **"84,693,491 87,693,491".**

30 Page 51, line 21, delete "4,500,000 4,500,000" and insert
 31 **"5,500,000 5,500,000".**

32 Page 51, line 33, delete "104,666,146 103,998,487" and insert
 33 **"103,160,146 102,498,487".**

34 Page 51, line 40, delete "106,124,700 106,124,700" and insert
 35 **"105,124,700 105,124,700".**

36 page 51, line 41, delete "21,568,532 21,332,295" and insert
 37 **"21,068,532 20,832,295".**

38 Page 53, between lines 9 and 10, begin a new line and insert:

1 **"COMMUNITY MOBILIZATION GRANTS**
2 **Total Operating Expense 2,500,000**
3 **2,500,000**
4 **EARLY CHILDHOOD DEVELOPMENT INSTITUTE**
5 **Total Operating Expense 500,000**
6 **500,000**
7 **CHILD DEVELOPMENT ASSOCIATE**
8 **CREDENTIAL AND PROFESSIONAL**
9 **SCHOLARSHIP FUND**
10 **Total Operating Expense 500,000**
11 **500,000".**
12 Page 53, line 20, delete "7,583,433 7,583,433" and insert
13 **"6,583,433 6,583,433".**
14 Page 53, between lines 20 and 21, begin a new line and insert:
15 **"YOUTH SERVICE BUREAU**
16 **Total Operating Expense 1,250,000**
17 **1,250,000".**
18 Page 54, line 25, delete "37,623,785 37,623,785" and insert
19 **"42,623,785 42,623,785".**
20 Page 55, line 19, delete "64,659,067 64,659,067" and insert
21 **"69,659,067 74,659,067".**
22 Page 56, line 17, delete "58,482,707 58,482,707" and insert
23 **"58,475,757 58,475,757".**
24 Page 56, line 21, delete "8,006,354 8,006,354" and insert
25 **"7,999,404 7,999,404".**
26 Page 56, line 44, delete "8,497,573 8,935,576" and insert
27 **"8,897,573 8,335,576"**
28 Page 57, line 26, delete "2,500,000 2,500,000" and insert
29 **"3,500,000 3,500,000".**
30 Page 59, line 1, delete "90,000 90,000" and insert
31 **"190,000 190,000".**
32 Page 59, between lines 1 and 2, begin a new line and insert:
33 **"MATERNAL AND CHILD HEALTH SUPPLEMENT**
34 **Total Operating Expense 1 9 0 , 0 0 0**
35 **190,000".**
36 Page 59, line 4, after "supplement" insert "**and maternal and child**
37 **health supplement".**
38 Page 60, between lines 25 and 26, begin a new line and insert:

1	"FOR THE WOMEN'S HEALTH COMMISSION	
2	Total Operating Expense	175,000
3	175,000".	
4	Page 61, line 13 delete "259,301	267,080" and insert
5	"262,624 272,131".	
6	Page 61, line 15, delete "55,182	56,837" and insert
7	"131,457 133,936".	
8	Page 61, line 17, delete "172,453,453	176,744,614" and insert
9	"179,183,585	184,949,512".
10	Page 61, line 21, delete "6,778,774	6,932,821" and insert
11	"6,990,056	7,199,363".
12	Page 61, line 24, delete "9,263,695	9,537,066" and insert
13	"9,556,153	9,907,976".
14	Page 61, line 27, delete "16,642,469	16,999,085" and insert
15	"17,153,409	17,628,386".
16	Page 61, line 30, delete "19,259,282	19,814,336" and insert
17	"19,930,235	20,650,186".
18	Page 61, between lines 30 and 31, begin a new line and insert:	
19	"Equity Funding	0 176,151".
20	Page 61, line 33, delete "14,221,698	14,773,636" and insert
21	"14,787,520	15,469,654".
22	Page 61, between lines 33 and 34, begin a new line and insert:	
23	"Equity Funding	0 518,685".
24	Page 61, line 37, delete "79,867,494	82,222,760" and insert
25	"82,118,949	85,716,217".
26	Page 61, line 42, delete "81,263,015	83,024,519" and insert
27	"83,509,432	86,043,294".
28	Page 61, line 47, delete "1,372,153	1,401,897" and insert
29	"1,410,085	1,452,870".
30	Page 61, line 49, delete "1,262,294	1,289,656" and insert
31	"1,297,188	1,336,548".
32	Page 62, line 2, delete "1,793,261	1,832,133" and insert
33	"1,842,834	1,898,749".
34	Page 62, line 4, delete "1,600,738	1,635,437" and insert
35	"1,644,989	1,694,901".
36	Page 62, line 6, delete "1,439,323	1,470,523" and insert
37	"1,479,111	1,523,991".
38	Page 62, line 8, delete "1,334,801	1,363,735" and insert

1 Page 63, line 31, delete "5,420,039 5,582,640" and insert
2 "**5,506,127** **5,901,529**".

3 Page 63, line 33, delete "103,178 106,273" and insert
4 "**103,266 105,940**".

5 Page 63, line 35, delete "1,108,640 1,141,899" and insert
6 "**1,122,200 1,164,358**".

7 Page 63, between lines 35 and 36, begin a new line block indented
8 and insert:
9 **"Center for Paralysis Research**
10 **Total Operating Expense 5 0 0 , 0 0 0**
11 **500,000**".

12 Page 63, line 38, delete "73,310,364 74,961,579" and insert
13 "**75,372,652 77,639,127**".

14 Page 63, line 42, delete "79,955 82,354" and insert "**81,195**
15 **84,335**".

16 Page 63, line 45, delete "26,773,755 27,683,842" and insert
17 "**27,704,561 28,877,094**".

18 Page 63, between lines 45 and 46, begin a new line block indented
19 and insert:
20 **"Equity Funding 0**
21 **631,373**".

22 Page 63, between lines 46 and 47, begin a new line and insert:
23 **"HISTORIC NEW HARMONY**
24 **Total Operating Expense 0 400,000**".

25 Page 63, line 49, delete "255,349 263,010" and insert
26 "**257,692 265,643**".

27 Page 64, line 3, delete "111,421,761 114,294,660" and insert
28 "**115,008,522 118,931,199**".

29 Page 64, line 7, delete "4,297,623 4,426,552" and insert
30 "**4,345,504 4,499,382**".

31 Page 64, line 10, delete "27,596,391 28,901,026" and insert
32 "**27,984,356 29,031,486**".

33 Page 64, between lines 10 and 11, begin a new line and insert:
34 **"Tuition Freeze Funding 540,820**
35 **1,100,569**".

36 Page 64, line 14, delete "84,106,171 88,487,578" and insert
37 "**85,208,073 89,040,033**".

38 Page 64, between lines 14 and 15, begin a new line and insert:

1 **"1,254,593 1,454,593".**

2 Page 68, between lines 43 and 44, begin a new line and insert:

3 **"The foregoing appropriations for the superintendent's office**
4 **include \$200,000 in fiscal year 2000-2001 for staff training to be**
5 **directed by the superintendent of public instruction and approved**
6 **by the Indiana state board of education.**

7 **STATE BOARD OF EDUCATION**

8 **Total Operating Expense 1,100,000**

9 **300,000**

10 **The foregoing appropriations for the state board of education are**
11 **for the evaluation of all state education programs and policies and**
12 **for the education roundtable created by IC 20-1-20.5. However, the**
13 **foregoing appropriations may be allotted only with the approval of**
14 **the governor, the superintendent of public instruction, and the**
15 **budget agency."**

16 Page 68, between lines 46 and 47, begin a new line and insert:

17 **"Of the foregoing appropriations for Research and Development**
18 **Programs, \$100,000 each year shall be used for the Indiana**
19 **University Education Policy Center."**

20 Page 68, line 48, delete "2,215,000 2,215,000" and insert
21 **"2,715,000 2,715,000".**

22 Page 69, line 32, delete "60,000 60,000" and insert
23 **"260,000 260,000".**

24 Page 70, line 39, before "EDUCATION", begin a new line block
25 indented.

26 Page 71, line 31, delete "1,658,212,850 1,702,162,850" and insert
27 **"1,754,353,046 1,869,803,046".**

28 Page 71, line 33, delete "1,271,687,150 1,315,637,150" and insert
29 **"1,267,476,954 1,383,196,954".**

30 Page 72, line 35, delete "4,000,000" and insert **"6,000,000".**

31 Page 72, line 43, delete "13,500,000 13,500,000" and insert
32 **"14,000,000 14,000,000".**

33 Page 73, line 20, delete "13,218,598 13,469,134" and insert
34 **"16,500,000 16,800,000".**

35 Page 73, between lines 26 and 27, begin a new line and insert:

36 **"READING ASSESSMENT AND REMEDIATION**

37 **Other Operating Expense "4,524,000**

38 **3,754,000".**

1 Page 73, before line 27, insert:

2 **"If the expected distributions are anticipated to exceed the total**
3 **appropriation for the state fiscal year, the department of education**
4 **shall reduce each school corporation's distribution**
5 **proportionately."**

6 Page 74, between lines 10 and 11, begin a new line and insert:

7 **"ENGLISH AS A SECOND LANGUAGE**
8 **Other Operating Expense "700,000**
9 **700,000".**

10 **The above appropriations for English as a second language are for**
11 **pupils who have a primary language other than English and**
12 **limited English proficiency, as determined by using a standard**
13 **proficiency examination that has been approved by the department**
14 **of education.**

15 **The grant amount is seventy-five dollars (\$75) per pupil. It is the**
16 **intent of the 1999 general assembly that the above appropriations**
17 **for English as a second language shall be the total allowable state**
18 **expenditure for the program. If the expected distributions are**
19 **anticipated to exceed the total appropriations for the state fiscal**
20 **year, the department of education shall reduce each school**
21 **corporation's distribution proportionately."**

22 Page 74, between lines 20 and 21, begin a new line and insert:

23 **"OPTIONAL FULL DAY KINDERGARTEN**
24 **Other Operating Expense " 1 5 , 0 0 0 , 0 0 0**
25 **96,000,000**

26 **If the expected distributions are anticipated to exceed the total**
27 **appropriation for the state fiscal year, the department of education**
28 **shall reduce each school corporation's distribution**
29 **proportionately."**

30 Page 74, line 23, delete "113,762,015 120,393,515" and insert
31 **"50,167,521 0".**

32 Page 74, between lines 23 and 24, begin a new line and insert:

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

1 **the 15th day of each month."**

2 Page 75, line 22, delete "334,500,000 373,000,000" and insert
3 **"325,430,000 360,446,424"**.

4 Page 75, line 24, delete "41,900,000 41,500,000" and insert
5 **"96,900,000 101,500,000"**.

6 Page 76, line 39, delete "2,722,563 2,722,563" and insert
7 **"3,472,563 3,472,563"**.

8 Page 77, line 25, begin a new line and insert:

9 **"(a) There is allocated out of funds made available to Indiana**
10 **under Section 903 of the Social Security Act, as amended, three**
11 **hundred fifty-five thousand three hundred fifty dollars (\$355,350)**
12 **to the department of workforce development.**

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

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

17 **(1) The administration of the Indiana unemployment**
18 **insurance program, including the public employment**
19 **offices.**

20 **(2) Acquiring land and erecting buildings for the use of**
21 **the department of workforce development.**

22 **(3) Improvements, facilities, paving, landscaping, and**
23 **fixed equipment as may be required by the department**
24 **of workforce development."**

25 Page 82, between lines 7 and 8, begin a new paragraph and insert:

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

28 **TEMPORARY ASSISTANCE TO**
29 **NEEDY FAMILIES (TANF)**

30 **Total Operating Expense**
31 **25,000,000**

32 **The foregoing appropriation is for the state fiscal year beginning**
33 **July 1, 1998, and is made to enable the state to meet the**
34 **maintenance of effort requirement for the federal temporary**
35 **assistance to needy families block grant."**

36 Page 82, line 8, before "welfare" insert **"(b)"**.

37 Page 82, line 22, delete "192,000,802" and insert **"169,380,252"**.

38 Page 90, delete lines 10 through 30, begin a new line and insert:

1 **"INDIANA UNIVERSITY - TOTAL SYSTEM**
2 **General Repair and Rehab**
3 **32,650,747**
4 **PURDUE UNIVERSITY - TOTAL SYSTEM**
5 **General Repair and Rehab**
6 **25,195,607**
7 **INDIANA STATE UNIVERSITY**
8 **General Repair and Rehab**
9 **6,982,429**
10 **UNIVERSITY OF SOUTHERN INDIANA**
11 **General Repair and Rehab**
12 **1,061,673**
13 **BALL STATE UNIVERSITY**
14 **General Repair and Rehab**
15 **9,290,349**
16 **VINCENNES UNIVERSITY**
17 **General Repair and Rehab**
18 **3,228,920**
19 **IVY TECH STATE COLLEGE**
20 **General Repair and Rehab**
21 **2,979,214".**
22 Page 90, delete lines 32 through 48.
23 Page 91, delete lines 1 through 6.
24 Page 91, line 31, delete "Upgrade Roadway".
25 Page 91, line 32, delete "2,460,000" and insert "**Repair and**
26 **Rehabilitation 4,060,000"**.
27 Page 91, line 33, delete "Rail Loop and Interior Road".
28 Page 91, line 34, delete "690,000" and insert "**Repair and**
29 **Rehabilitation 1,740,000"**.
30 Page 91, line 35, delete "Road and Rail Infrastructure".
31 Page 91, line 36, delete "1,210,000" and insert "**Repair and**
32 **Rehabilitation 2,710,000"**.
33 Page 91, between lines 39 and 40, begin a new line and insert:
34 **"Public Safety Institute Search and Rescue Facility Renovation**
35 **300,000"**.
36 Page 93, between lines 3 and 4, begin a new line and insert:
37 **"Lanier Mansion**
38 **450,000"**.

1 Page 93, between lines 8 and 9, begin a new line and insert:
2 **"Prophetstown Development**
3 **1,000,000".**
4 Page 93, line 12, delete "6,053,800" and insert "7,053,800".
5 Page 93, between lines 16 and 17, begin a new line and insert:
6 **"Shakamak State Park Cabin**
7 **175,000".**
8 Page 93, line 49, delete "Renovate".
9 Page 94, between lines 1 and 2, begin a new line and insert:
10 **"FOR THE STATE BUDGET AGENCY**
11 **Indiana University Columbus Campus Planning**
12 **750,000**
13 **PURDUE UNIVERSITY**
14 **North Central Campus Technology Building**
15 **3,555,000**
16 **UNIVERSITY OF SOUTHERN INDIANA**
17 **Science Education Building 12,600,000**
18 **VINCENNES UNIVERSITY**
19 **Technology Building Phase I 6,000,000**
20 **Performing Arts Center (A&E)**
21 **868,000**
22 **IVY TECH STATE COLLEGE**
23 **Richmond Classroom Building (A&E) 1,708,000**
24 **Evansville Building (A&E) 1,000,000**
25 **Terre Haute Building (A&E) 1,000,000**
26 **INDIANA UNIVERSITY**
27 **Proton Therapy**
28 **10,000,000**
29 **IU Southeast University Center Library (A&E)**
30 **1,000,000**
31 **BALL STATE UNIVERSITY**
32 **Music Building (A&E)**
33 **1,500,000**
34 **IHETS**
35 **Equipment Reserve**
36 **450,000**
37 **The above sums appropriated to Indiana University,**
38 **Purdue University, Indiana State University, University**

1 of Southern Indiana, Vincennes University, and Ivy
2 Tech State College are in addition to all income of said
3 institutions from all permanent fees and endowments,
4 and from all land grants, fees, earnings, and receipts,
5 including gifts, grants, bequests, and devises, and
6 receipts from any miscellaneous sales from whatever
7 source derived."

8 Page 94, delete line 47.

9 Page 94, line 48, delete "44,000,000" and insert "**66,000,000**".

10 Page 94, between lines 48 and 49, begin a new line and insert:

11 "**Libraries (IC 4-34-3-3)**

12 **3,000,000 3,000,000**

13 **Intelnet (IC 4-34-3-4)**

14 **6,500,000 6,500,000**

15 **Department of education/technology grants (IC 4-34-3-5)**

16 **20,000,000 20,000,000**

17 **Department of education/scientific instrument project**

18 **1,250,000 1,250,000**

19 **For the scientific instrument project, the department of education**
20 **shall develop a plan which must be approved by the budget agency**
21 **after review by the budget committee.**

22 **Professional Development in Technology 2,500,000**

23 **IHETS for state backbone 2,000,000**

24 **DIGITAL TELEVISION CONVERSION FOR INDIANA**

25 **PUBLIC TELEVISION STATIONS**

26 **20,000,000**

27 **The above appropriation is for grants for digital conversion of**
28 **public television. The Indiana Public Broadcasting Stations, Inc.**
29 **shall submit a distribution plan for the education television stations**
30 **that must be approved by the budget agency after review by the**
31 **budget committee."**

32 Page 94, line 49, after "GRANTS" insert "**AND LOANS**".

33 Page 94, line 49, delete "30,000,000" and insert "**40,000,000**".

34 Page 95, line 2, after "supplemental" insert "**drinking water and**".

35 Page 95, line 3, delete "IC 13-18-13-21." and insert "**IC**
36 **13-18-21-21.**".

37 Page 95, between lines 4 and 5, begin a new line and insert:

38 **"THE DEPARTMENT OF TRANSPORTATION**

1	State airport improvement grant program	2,000,000
2	NICTD East Chicago Station	3,500,000
3	Monroe County Airport	
4		50,000
5	TRANSPO Amtrak Station	1,500,000
6	THE DEPARTMENT OF NATURAL RESOURCES	
7	Lake Shafer Enhancement	2,000,000
8	Lake George Dredging (Lake County)	
9		500,000
10	Heritage Trust	5,000,000
11	Lake Michigan Marina Development Com.	
12		500,000
13	Hometown Indiana	
14		2,200,000
15	Of the above appropriations for Hometown Indiana, \$1,000,000 is	
16	for West Baden Springs and \$200,000 for the City of Vincennes old	
17	post office. Each Hometown Indiana project shall be reviewed by	
18	the budget committee.	
19	FOR THE STATE BUDGET AGENCY LOCAL PROJECTS	
20	Abington Twp. FD	5,000
21	Acuff Road Business Park	125,000
22	African American Achievers	25,000
23	African American Achievers Theater	150,000
24	African American Achievers Youth Corporation., Inc.	25,000
25	African Americans United, Inc.	50,000
26	Allen Co. Central City Trust Fund	50,000
27	Allen County/Ft. Wayne Historical Society	50,000
28	Allen County Local Education Fund	25,000
29	Anderson - Memorial Field renovation	25,000
30	Anderson - Meridian Street revitalization	100,000
31	Anderson Twp. VFD at St. Marks	25,000
32	Anderson - Wilson Boys and Girls Club	50,000
33	Argos Community Ambulance Service equipment	18,500
34	Argos VFD equipment	18,500
35	Austin - parks	30,000
36	Avilla - flood prevention	80,000
37	Beanblossom-Patricksburg Water	
38	Cor.-Spencerwater system	50,000

1	Beech Grove Fire Department	50,000
2	Beech Grove Senior Citizens Center	100,000
3	Benton Co. Fowler/Center Twp. VFD	62,500
4	Benton Co. Hickory Grove VFD	62,500
5	Benton Co. Otterbein Community Center	25,000
6	Benton Co. Richland Twp. VFD	42,850
7	Benton Co. Town of Oxford Park Board	12,000
8	Benton Twp. (Monroe Co.) FD	7,500
9	Bessie Owens Community Center - East Chicago	25,000
10	Beverly Shores Walking Path	50,000
11	Birdseye VFD	10,000
12	Black Expo Economic Development Corporation.	25,000
13	Bloomington Community Ice Rink	100,000
14	Bloomington Twp. FD equipment and construction	150,000
15	Boonville - codification system	15,000
16	Boonville Demolition/Paving project	5,000
17	Boonville FD project	20,000
18	Boonville - parking meter project	30,000
19	Bowling Green Old Settlers Reunion,	
20	Inc. -community center building	50,000
21	Bowman Park/School 79 playground	45,000
22	Brazil YMCA	30,000
23	Brazil YMCA - building and equipment	25,000
24	Bread of Life Ministry	10,000
25	Bread of Life Ministry	10,000
26	Bread of Life Ministry - freezer	9,000
27	Bridgeton VFD equipment	10,000
28	Brother's Keeper	25,000
29	Brothers Keepers	100,000
30	Brothers Keepers Inc.	200,000
31	Brownstown VFD	25,000
32	Bryant Community Center	35,000
33	Butler Tarkington Neighborhood Assn.	50,000
34	Byrd Gibson Sports Complex	15,000
35	Cambridge City FD	5,000
36	Cambridge City infrastructure	100,000
37	Cardinal Ritter HS Computer networking project	15,000
38	Celestine VFD	10,000

1	Center for the Homeless	50,000
2	Center Twp. FD - smoke hood and defibrillator	30,000
3	Centerville FD	5,000
4	Centerville infrastructure	100,000
5	Centerville Sr. Center - building improvements	25,000
6	Central City Housing Trust Fund - Fort Wayne	100,000
7	Central Perry VFD	10,000
8	Chrisney - Paving Project	15,000
9	City of Charlestown Fire Department	25,000
10	City of Charlestown Street Equipment	50,000
11	City of Hammond - Martin Luther King Park	20,000
12	City of Hammond - Safety Village	40,000
13	City of Hammond - Soccer Fields	75,000
14	City of Scottsburg Fire Department	50,000
15	City of Scottsburg Youth and Family Services Project	50,000
16	City of Seymour Fire Department	50,000
17	City of Seymour Refuse Transfer Station	50,000
18	Civil Rights Hall of Fame	25,000
19	Clark Co. - Roke Road Project	150,000
20	Clark Co. - Wood Twp. VFD	50,000
21	Clay Co., Lewis Twp. - fire truck	50,000
22	Clay Co., Town of Clay City - water system renovation	25,000
23	Clay Co., Town of Centerpoint - infrastructure	25,000
24	Clay Co., Town of Clay City - fire-police building	25,000
25	Clay Township Trustee for maintenance of township park	40,000
26	Clinton City FD equipment	20,000
27	Clinton - Crown Hill Sewer Extension	90,000
28	Colfax Campus/SB Heritage Found.	50,000
29	Colfax Campus/South Bend Heritage Foundation	50,000
30	College Branch Library	50,000
31	Columbia Park Zoo	10,000
32	Community Action of Greater Indpls.	50,000
33	Coolspring Twp. VFD - engine/equipment	100,000
34	Covington - sewer and storm drains	80,000
35	Crawford Co. Auditor - building	40,000
36	Crooked Creek Multi Service Center	100,000
37	Crossroad - Ft. Wayne Children's Home	50,000
38	Crown Point FD - ambulance and equipment	100,250

1	Curry Twp. FD (Sullivan Co.) - equipment/repairs	25,000
2	Dale - Community Center Project	35,000
3	Dalman Road Project (Allen Co.)	50,000
4	Dalman Road Project - Allen Co.	200,000
5	Dana sewer	20,000
6	Daviess Co. Fairgrounds - improvements	15,000
7	Daviess County Museum - restrooms	10,000
8	Delaware Co. Albany FD	45,000
9	Devington CDC	500,000
10	Dick Johnson Twp. VFD	25,000
11	Dubois Co. Museum, Inc. - building	50,000
12	Eagle Creek Little League relocation	70,000
13	East Chicago - EMS Ambulance	100,000
14	East Chicago - Little League (Parks) improvement	100,000
15	East Chicago Parks and Recreation Department	50,000
16	East Chicago Childrens Museum	1,000,000
17	Eastbrook Elementary Computer Lab	15,000
18	Eastern Greene County VFD	34,000
19	Eastside Community Investments, Inc.	200,000
20	Elberfeld VFD - turnout gear	20,000
21	Elkhart Chapter of the Indiana Black	
22	Expo -computers, equipment	20,000
23	Elkhart Chapter of the Indiana Black Expo - van	10,000
24	Elkhart Co. Baugo Twp. VFD - safety equipment	15,000
25	Elkhart - Ullery Homeownership district infrastructure	100,000
26	Elm Heights School - playground and ramp for	
27	disabled persons	59,500
28	English VFD	10,000
29	Enrichment Center - Children's Museum	25,000
30	Evansville Coalition for the Homeless - copier	5,000
31	Evansville-Vanderburgh School Corp. - Bosse	
32	Field Sound System	24,000
33	Fairbanks Twp. (Sullivan Co.) - rescue vehicle	25,000
34	Fairview VFD equipment	20,000
35	Family Services of Elkhart Co. - women's shelter	50,000
36	Ferdinand - Park Project	35,000
37	Fillmore VFD	11,000
38	Finley Twp. VFD	10,000

1	Flanner House	100,000
2	Floyd Co. - Georgetown Twp. VFD	30,000
3	Floyd Co. - Greenville Twp. VFD	100,000
4	Folsomville Owen Twp. VFD	20,000
5	Food Finders Food Bank - warehouse facility	
6	construction	20,000
7	Fort Wayne Art Museum	50,000
8	Fort Wayne - street resurfacing	100,000
9	Fort Wayne Urban Enterprise Zones	50,000
10	Fountain Co. 4-H ground improvements	20,000
11	Fountain Co. Clerk - computer systems/upgrade	5,000
12	Fountain Co. War Museum - Veedersburg	10,000
13	Fountainet VFD	25,000
14	Franklin County Roads	500,000
15	Franklin Twp. VFD	10,000
16	Friends of the Archives - State House Guidebook	
17	Printing	75,000
18	Ft. Wayne Neighborhood Housing Partnership	90,000
19	Ft. Wayne Sexual Assault Treatment Center	25,000
20	Gary Delinquent Tax Acquisition Fund	100,000
21	Gary YWCA	100,000
22	Gentryville - Lake Project	8,000
23	Gentryville - Town Hall Project	7,000
24	Gentryville VFD	5,000
25	German Township Trustee for maintenance of	
26	township park	65,000
27	Gibson Co. Ambulance Service - upgrade fleet &	
28	equipment	30,000
29	Gibson Co. Fairboard - fairgrounds pavilion	250,000
30	Gibson Co. Sheriff Department - video/audio systems	10,000
31	Gibson Twp-Little York FD	10,000
32	Grassy Fork Twp. VFD	25,000
33	Greater Lafayette Purdue University Airport -	
34	hangar space expansion	15,000
35	Greenbriar Elementary - outdoor learning	25,000
36	Greencastle City Hall	84,000
37	Greene Co. Center Twp. - fire station/EMT building	80,000
38	Greene Co. Lyons - city park	10,000

1	Greene Co. Switz City - sidewalks	10,000
2	Greene Co. Taylor Twp. - cemetery paving	8,000
3	Greene County Emergency Management	10,000
4	Greene County Firefighters Assn.	5,000
5	Greene County Highland Twp. VFD	46,000
6	Griffith - intersection of Colfax Ave and Main St.	
7	project	150,000
8	Hamlet - Davis FD	50,000
9	Hammond - Challenger Space Learning Ctr -bldg. construction	
10		110,000
11	Hammond - Martin Luther King Park - bandshell	20,000
12	Hammond - Ophelia Steen Community Center -	
13	building	40,000
14	Hammond - Woodland Child Development Center -	
15	building	15,000
16	Hammond YMCA - building repairs	25,000
17	Hanover - park improvements	40,000
18	Harcourt Elementary - outdoor learning	25,000
19	Harmony Wastewater	50,000
20	Harris Twp. Trustee for purchase of land and	
21	development of park	250,000
22	Harrison Co. - Corydon VFD	20,000
23	Harrison Co. - Franklin Twp. VFD	100,000
24	Harrison Co. - Ramsey VFD	50,000
25	Haubstadt VFD - turnout gear	10,000
26	Haubstadt Wastewater Project	35,000
27	Haven Hollow Park pave parking lot	43,000
28	Haven House, Inc.	108,400
29	Haysville - Harbison Twp. VFD - building	10,000
30	Health Net	25,000
31	Health Net Foundation	50,000
32	Health Net Foundation	50,000
33	Heritage Hall Community Center - East Chicago	25,000
34	Highland - downtown redevelopment	100,000
35	Highland FD - Hurst tool set	37,000
36	Highland FD - radio equiupment	40,000
37	Highland Girls' Youth Basketball, Inc.	1,000
38	Highland Police Dept. - storage facility	40,000

1	Hillsdale VFD equipment	10,000
2	Holland - Cass Twp. Fire Department	10,000
3	Hoosier Boys Town	25,000
4	Howard Co., Taylor Twp., park water fountains	1,500
5	Howard Co., Taylor Twp., ball diamond	4,000
6	Howard Co., Taylor Twp., fire station repairs	38,000
7	Huntingburg Parks Dept. - Trails program	50,000
8	Imagination Station - renovation, expansion	24,000
9	Indian Heights Elem. School sign	4,000
10	Indian Heights Elem. School outdoor lab	30,000
11	Indiana Black Expo EDC	25,000
12	Indiana Black Expo, Inc.	340,000
13	Indianapolis Parks Department	50,000
14	Indianapolis Public Schools	75,000
15	Ingalls - Fire Department improvements	85,000
16	Intersection Improvements and Signalization -	
17	Clarksville	235,000
18	IPFW - sports infrastructure	50,000
19	Jackson Co. Reddington VFD	12,500
20	Jackson Twp. VFD	25,000
21	Jackson Twp. VFD	10,000
22	Jackson/Washington Twp. VFD	25,000
23	Jasper VFD	10,000
24	Jasper - walking paths along the Patoka River	50,000
25	Jay Co. Historical Society building repair	40,000
26	Jay County Fair	100,000
27	Jay County Fire Departments - radios and pagers	75,000
28	Jefferson Co. 4-H Fair Board	20,000
29	Jefferson Co. Canaan VFD	12,500
30	Jefferson Co. Clifty Fire Co. #6	2,000
31	Jefferson Co. Deputy VFD	12,500
32	Jefferson Co. Dupont VFD	12,500
33	Jefferson Co. Fairplay Fire Co. #1	2,000
34	Jefferson Co. Hanover VFD	12,500
35	Jefferson Co. Heritage Trails	40,000
36	Jefferson Co. Kent VFD	12,500
37	Jefferson Co. Madison - Pearl Park	25,000
38	Jefferson Co. Madison VFD	12,500

1	Jefferson Co. Milton VFD	12,500
2	Jefferson Co. North Madison Fire Co. #5	2,000
3	Jefferson Co. road improvements	19,000
4	Jefferson Co. Ryker's Ridge VFD	12,500
5	Jefferson Co. Walnut Street Fire Co. #4	2,000
6	Jefferson Co. Washington Fire Co. #2	2,000
7	Jefferson Co. Western Fire Co. #3	2,000
8	Jeffersonville - Charleston Road overpass	100,000
9	Jeffersonville - Spring Hill Community Building	135,000
10	Jennings Co. 4-H Fair Board	20,000
11	Jennings Co. Campbell VFD	12,500
12	Jennings Co. Center VFD	12,500
13	Jennings Co. Geneva VFD	12,500
14	Jennings Co. Lovett VFD	12,500
15	Jennings Co. Montgomery VFD	12,500
16	Jennings Co. Park Theatre Project	45,000
17	Jennings Co. Spencer VFD	12,500
18	Jennings Co. Vernon downtown revitalization	10,000
19	Jennings Co. Vernon VFD	12,500
20	Jennings County - road improvements	19,000
21	Jennings Twp. VFD	10,000
22	Johanning Civic Center	108,500
23	Johnson Twp. FD	75,000
24	Johnson Twp. VFD	25,000
25	Jonathan Jennings-School 109 technology	15,000
26	Kingman VFD equipment	10,000
27	Knox Co. Fairgrounds - improvements	50,000
28	Knox Co. Johnson Twp. VFD - truck	100,000
29	Knox Co. Monument Fund - Civil War Monument	
30	restoration	10,000
31	Knox Co. ARC - Civitan Center	100,000
32	Kokomo FD - breathing masks	50,000
33	Kokomo, West Side Bambino League parkinglot &	
34	lights	14,000
35	Ladoga Normal College Building	50,000
36	Ladoga Wastewater	50,000
37	Lafayette FD - equipment	7,000
38	Lafayette Square Area beautification	150,000

1	LaGrange Co. Sewer District	250,000
2	LaGrange - waterworks project	50,000
3	Lake County Fairgrounds	100,250
4	Lake Dale FD - equipment	33,000
5	Lake Station Civic Center	100,000
6	Lakes of Four Seasons FD - truck and EMS equipment	100,250
7	Lapel - Local water project	115,000
8	LaPorte Co. Harmony House Inc. building	
9	improvements	15,000
10	LaPorte Co. Parks Dept. - Creek Ridge Co. Park	
11	Handicap Access Trail	20,000
12	Lawrence Co. Indian Creek Twp. - fire station	40,000
13	Lawrence Co. Marion Twp. - fire department	10,000
14	Lawrence Co. Perry Twp. VFA	134,000
15	Lawrence Co. Shawswick Twp. - East Oolitic	
16	community building	45,000
17	Lawrence Co. Spice Valley Twp. - Williams Fire	
18	Department	10,000
19	Lawrence Co. Spice Valley Twp. - Huron Fire	
20	Department	10,000
21	Leadership Perry Co. Playground Project	15,000
22	Leavenworth VFD	10,000
23	Lexington Twp. VFD	25,000
24	Life Spring	100,000
25	Long Center for the Performing Arts	150,000
26	Lowell Fire Department	100,250
27	Madison - Millennium Project	50,000
28	Madison Twp. VFD (Odon) - fire truck	50,000
29	Mansfield Mill	50,000
30	Mapleton Fall Creek CDC	100,000
31	Marengo-Liberty Twp. VFD	10,000
32	Mariah Hill Park	5,000
33	Marion Twp. fire equip and twp. park	25,000
34	Marshall Co. Humane Society equipment	30,000
35	Marshall Co. Sheriff Dept. computers and equipment	70,000
36	Martin Co. Lost River Twp. - truck	75,000
37	Martin Luther King Jr. Community	
38	Center -East Chicago	25,000

1	Martin Luther King, Jr. CDC	25,000
2	Martindale Brightwood CDC	60,000
3	Maumee Valley River Basin Committee	50,000
4	MCD - Community Utility Rehab.	500,000
5	Mecca VFD equipment	10,000
6	Michigan City - North Central Community	
7	ActionAgencies - neighborhood center	20,000
8	Michigan City - beautification of MichiganBlvd/US 35	250,000
9	Michigan City Police Dept. - Community Policing	
10	Program	20,000
11	Middleway House Transitional Housing	100,000
12	Millenium Project-Wildcat Creek Greenway	250,000
13	Milltown VFD	10,000
14	Milton infrastructure	50,000
15	Mishawaka - sidewalks, curbs, sewers,	
16	intersection improvements	100,000
17	Monroe Co. "Blue Jeans" Center - community center	30,000
18	Monroe Co. Convention & Visitors Bureau	
19	beautification project	15,000
20	Monroe Co. Courthouse structural repair	50,000
21	Monroe Co. Ellettsville - Recreational Family Park	37,000
22	Monroe Co. Humane Association	25,000
23	Monroe County Emergency Management	60,000
24	Monroe County Fair Board	54,000
25	Monroe County Firefighters Assn.	40,000
26	Monroe County Indian Creek Firefighters Assn.	80,000
27	Morris Civic Center	200,000
28	Mt. Pleasant UMC (Vigo Co.)- water line extension	20,000
29	Muncie Community Schools - modular classroom	20,000
30	Muncie - Downtown redevelopment	250,000
31	Muncie Public Library - land	100,000
32	National Civil Rights Museum and Hall of Fame Inc.	100,000
33	New Albany Twp. VFD (Floyd Co.)	100,000
34	New Chicago - Road Grates	50,000
35	New Goshen VFD	30,000
36	New Goshen VFD equipment	10,000
37	New Washington VFD	25,000
38	Newport - old jail restoration	10,000

1	Newport - VC library	20,000
2	Newport VFD equipment	10,000
3	Newton Co. American Legion Post #364	2,150
4	Newton Co. Beaver Twp. Fire Station/Community	
5	Center	27,500
6	Newton Co. Emergency Mgt. Agy.	30,000
7	Newton Co. Goodland-Grant Twp. Library	40,000
8	Newton Co. Mount Ayr Town Hall and Community	
9	Center	40,000
10	Newton Co. Sumava Resorts Park	8,000
11	Northern Indiana Arts Assn - computer equipment	34,000
12	Northern Indiana Arts Assn - facade improvements	4,600
13	Northwest Family Services - Ophelia Steen Center	50,000
14	NWHS Kindergarten/Daycare - playground	45,000
15	Oakland City - Emer. street repairs from storm damage	50,000
16	Oasis of Hope Shelter for Battered Women	50,000
17	Orange Co. - Community Building	116,000
18	Orange Co. - Emergency System	56,000
19	Orange Co. Northeast Twp. - Community Center	5,000
20	Orange Co. Orangeville Twp. - Community Center	5,000
21	Orange Co. Southeast Twp. - Fire Department	10,000
22	Oregon Twp.-Koontz Lake FD firetruck	50,000
23	Osceola - dry well installations	50,000
24	Osceola - road repairs	15,000
25	Osceola VFD - safety equipment	15,000
26	Otwell - Jefferson Twp. Park improvements	20,000
27	Owen Co., Clay Twp. - fire pumper truck	50,000
28	Owen Co., Town of Gosport - water system renovation	25,000
29	Owen Co., Town of Gosport - fire truck	50,000
30	Owen Co., Washington Twp. fire station	15,000
31	Parke Co. 4-H Fairgrounds	15,000
32	Parke Co. 4-H ground improvements	10,000
33	Parke Co. Clerk - computer systems/upgrade	5,000
34	Parke Co. JUGA VFD	25,000
35	Parker City Community Park	35,000
36	Pathway Homeless Shelter	50,000
37	Patoka Twp. VFD - North District building expansion	25,000
38	Pendleton - Falls Park Sports Complex project	125,000

1	Pennsylvania Community Center - East Chicago	25,000
2	Perry County Airport Authority	100,000
3	Perry Twp. (Monroe Co.) FD	25,000
4	Perrysville VFD equipment	10,000
5	Phillips Temple/ICEE	50,000
6	Pierce-Polk Twp. VFD	10,000
7	Pike High School soccer facilities	45,000
8	Plymouth Jr. League Baseball - concession,restrooms,	
9	booth, equip	68,000
10	Plymouth Public Library	50,000
11	Portage Detective Bureau Cameras	8,567
12	Portage Exchange Club Freedom Shrine Memorial	10,158
13	Portage, Olson Park surveillance camera	4,595
14	Portage Park Dept. repairs and improvements	30,270
15	Portage radio room/cell block cameras	7,824
16	Portage street lights	2,400
17	Portage Twp. Community Health Care Clinic	18,186
18	Portage Twp. VFD - equipment	50,000
19	Posey Co. Mars Twp. VFD - truck	30,000
20	Posey Co. Mt. Vernon - Senior Citizen's Center	
21	expansion	90,000
22	Posey Co. New Harmony - capital	150,000
23	Posey Co. Poseyville - renovation Community/Senior	
24	Citizen's Center	35,000
25	Posey Co. Smith Twp. VFD - equipment	10,000
26	Posey Twp. VF Co., Inc.	10,000
27	Project Renew (Ft. Wayne)	50,000
28	Providence Home	250,000
29	Putnam County EMS	20,000
30	R. Ross CDC	50,000
31	Randolph Co. 4-H pavilion & HVAC for Husted Hall	100,000
32	Randolph Co. Farmland VFD, Inc.	50,000
33	Reo-French Island Water Project	20,000
34	Richmond FD	5,000
35	Richmond infrastructure	200,000
36	Riverside Park Ball Field Improvements	50,000
37	Roachdale water wells project	25,000
38	Roberto Clemente Community Center - East Chicago	25,000

1	Robertson Village Replatting & Parks	50,000
2	Rockport - Lincoln Pioneer Village Project	15,000
3	Rockport - Park Project	15,000
4	Rocky Ripple Town Board	25,000
5	Roke Road Project (Clark Co.)	150,000
6	Rome VFD	10,000
7	Rosedale water tower	20,000
8	Sandcut - Otter Creek VFD Sandcut Station	80,000
9	Santa Claus - Park Project	20,000
10	Scenic Gateway Project	15,000
11	Schererville - Fire Station construction/addition	120,000
12	Schererville - Hoosier Boys Town - building	
13	construction	25,000
14	Schererville - Joliet Street improvements	30,000
15	Schererville - Lake County Surveyor - Hartsdale	
16	Pond Flood Control	125,000
17	Schnellville VFD	10,000
18	Science Lab relocation - Indianapolis	15,000
19	Shelby FD - equipment	33,000
20	Shepherdsville VFD equipment	10,000
21	Skelton Twp. VFD project	5,000
22	Sneider FD - equipment	33,000
23	South Haven VFD fire engine	250,000
24	South Milford VFD	45,000
25	Southeast Neighborhood Development	300,000
26	Southwest Indiana Law Enforcement Training Council	10,000
27	Sports & Hobby Develop. Group of Muncie - SportsPlex	90,000
28	Spurgeon - street improvements	30,000
29	St. Anthony VFD	10,000
30	St. Bernice VFD equipment	10,000
31	St. Joseph Co. Center Twp. VFD - equipment	100,000
32	St. Joseph Co. general fund for capital improvements	100,000
33	St. Joseph Co. Penn Twp. South VFD - safety equipment	10,000
34	St. Joseph Co. Penn Twp. North VFD - safety equipment	15,000
35	St. Joseph Co. Portage Twp. VFD - equipment	50,000
36	St. Joseph Co. road/drainage projects	300,000
37	St. Joseph Co. South Gilmer Park	400,000
38	St. Mary-of-the-Woods Day Care/Pre School	25,000

1	St. Mary-of-the-Woods Village Trustee - sidewalk	
2	construction	15,000
3	Star Point Program of the Children's Museum	25,000
4	Starke Co. Sheriff Dept. computers and equipment	50,000
5	State Line VFD equipment	10,000
6	Steele Twp. VFD (Plainville)	25,000
7	Stendal - Lockhart Twp VFD - truck	110,000
8	Studebaker Museum	200,000
9	Sullivan Co. YMCA (Sullivan) - land	
10	acquisition/chartering	30,000
11	Tell City - Hoosier RR Project	100,000
12	Tell City - Port Project	25,000
13	Terre Haute - Byrd Gibson Recreation Center	150,000
14	Terre Haute City Hall exterior restoration and rehab	
15	project	50,000
16	Terre Haute Family YMCA	42,000
17	Terre Haute - McMillan Adult Day Care Center	28,000
18	Terre Haute Miss Softball America - indoor	
19	softball complex	15,000
20	Terre Haute - Ryves Hall Youth Center	100,000
21	Terre Haute - Woodlawn Cemetery - fence	50,000
22	The Learning Disability Center	10,000
23	The Museums at Prophetstown - infrastructure	100,000
24	The Respect Academy - Computer Lab	50,000
25	Tippecanoe Co. Historical Society	7,000
26	Town of Argos	70,000
27	Town of Dugger - fire station project	50,000
28	Town of Fulda	5,000
29	Town of Grandview Project	5,000
30	Town of Hamlet - well head protection system	25,000
31	Town of Porter - Baseball Field Reconstruction at	
32	Hawthorn Park	75,000
33	Town of Porter - Hike/Bike Trail Connection	50,000
34	Town of Sandborn - Community Center	100,000
35	Turkey Run High School tennis courts	20,000
36	Turman Township Advisory Board (Graysville) -	
37	firehouse	50,000
38	Unified Dispatch Signal Enhancement	50,000

1	Union Twp./Ft. Branch VFD - truck	100,000
2	United Northeast CDC	50,000
3	United Way of Delaware Co., Inc. - directories	40,000
4	UNWA CDC	35,000
5	UNWA Senior Citizens Assisted Living	50,000
6	Utica - drainage and sidewalk improvements	30,000
7	Vanderburgh Co. ARC - improvements	250,000
8	Vanderburgh Co. Armstrong Twp. Recreation	
9	Center fire hydrant	4,000
10	Vanderburgh Co. Armstrong Twp. Recreation	
11	Center - improvements	46,000
12	Vanderburgh Co. CAP of Evansville	60,000
13	Vanderburgh Co. Emporia Project	400,000
14	Vanderburgh Co. Fair Assn. drainage	72,000
15	Vanderburgh Co. German Twp. VFD - remodeling	63,000
16	Vanderburgh Co. Knight Twp. VFD - defibrillators	3,000
17	Vanderburgh Co. Old Courthouse Preservation	
18	Society - improvements	60,000
19	Vanderburgh Co. Perry Twp. VFD - equipment	10,000
20	Vanderburgh Co. Private Industry Council of	
21	Southwestern IN	50,000
22	Vanderburgh Co. Rivers Bend Playhouse -renovation	50,000
23	Vanderburgh Co. St. Vincent's Day Care Center	25,000
24	Vanderburgh Co. Tri-State Food Bank - racking for	
25	warehouses	25,000
26	Vanderburgh Co. United Caring Shelters - renovations	75,000
27	Veedersburg - civic center repair, HUB	20,000
28	Vermillion Co. Clerk - equipment upgrade	5,000
29	Vernon Twp. VFD	25,000
30	Vienna Twp. VFD	25,000
31	Vigo Co., Pierson Twp. - community center	
32	restoration	25,000
33	Vigo Co., Pimento School, Inc. - community center restoration	
34		20,000
35	Vigo Co., Riley Twp. Fire District - land acquisition	10,000
36	Vigo Co., Town of Riley - community center renovation	20,000
37	Vigo Twp. Public Library (Bicknell)	25,000
38	Wabash River Parkway Commission	10,000

1	Warren Co. 4-H ground improvements	10,000
2	Warren Co. 4-H Fair	10,000
3	Warren Co. Clerk - computer systems/upgrade	5,000
4	Warren Township Trustee for maintenance of	
5	township park	65,000
6	Washington Co. Campbellsburg - sidewalks	10,000
7	Washington Co. Landfill - lift station	25,000
8	Washington - sidewalk, curb and street repairs	75,000
9	Washington Twp. FD	5,000
10	Washington Twp. FD (Knox Co.) - equipment/repairs	15,000
11	Wayfinder Tourism Project	15,000
12	WEA Twp. Community FD - equipment	7,000
13	West Boggs Park - Daviess-Martin Park Dist. -	
14	improvements	50,000
15	West Lafayette - redevelopment of Sears and	
16	Roebuck Site	150,000
17	Westville - water project	45,000
18	White Co. Brookston Heart to Heart Park	20,000
19	White Co. Monon VFD	62,500
20	White Co. Town of Reynolds Park Board	15,000
21	White Co. Wolcott Park Community Building	40,000
22	White River State Park - Washington Street Bridge	100,000
23	Whiting - Parks/Street Department	75,000
24	Why, Inc.	25,000
25	Widner Twp. (Knox Co., Freelandville) fire	
26	department	100,000
27	Williamsport VFD equipment	10,000
28	Winchester FD Rescue	20,000
29	Winslow Community Center - improvements	25,000
30	Winslow - Patoka VFD - equipment	25,000
31	YMCA - Hammond - repairs	40,000
32	YWCA building construction	100,000
33	YWCA - renovations	25,000
34	Youth Science Lab	60,000
35	Zion Missionary Baptist Church, Inc.	
36	Development Fund	25,000
37	TOTAL LOCAL PROJECTS	28,633,000".
38	Page 95, between lines 27 and 28, begin a new paragraph and insert:	

1 "(c) The general assembly finds that the state needs the
2 construction, equipping, renovation, refurbishing or alteration of
3 one (1) additional mental health facility.

4 (d) The general assembly finds that the state will have a
5 continuing need for use and occupancy of the mental health facility
6 described in subsection (c). The general assembly authorizes the
7 state office building commission to provide the mental health
8 facility described in subsection (c) under IC 4-13.5-1 and
9 IC 4-13.5-4.

10 SECTION 39. [EFFECTIVE UPON PASSAGE] (a) The Trustees
11 of Purdue University may issue and sell bonds under IC 20-12-6,
12 subject to the approvals required by IC 20-12-5.5, for the purpose
13 of constructing, remodeling, renovating, furnishing, and equipping
14 the Purdue Memorial Union project at the West Lafayette campus.
15 However, the Trustees of Purdue University may not issue and sell
16 bonds under IC 20-12-6 if the cost of the Purdue Memorial Union
17 project exceeds nine million five hundred thousand dollars
18 (\$9,500,000).

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

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

23 (1) Fort Wayne campus parking garage number one (1) -
24 \$4,870,000.

25 (2) Fort Wayne campus parking garage number two (2) -
26 \$7,200,000.

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

30 SECTION 40. IC 4-33-4-3 IS AMENDED TO READ AS
31 FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 3. (a) The commission
32 shall do the following:

33 (1) Adopt rules that the commission determines necessary to
34 protect or enhance the following:

35 (A) The credibility and integrity of gambling operations
36 authorized by this article.

37 (B) The regulatory process provided in this article.

38 (C) The natural environment and scenic beauty of Patoka

- 1 Lake.
- 2 (2) Conduct all hearings concerning civil violations of this article.
- 3 (3) Provide for the establishment and collection of license fees
- 4 and taxes imposed under this article.
- 5 (4) Deposit the license fees and taxes in the state gaming ~~account~~
- 6 **fund** established by IC 4-33-13.
- 7 (5) Levy and collect penalties for noncriminal violations of this
- 8 article.
- 9 (6) Deposit the penalties in the state gaming ~~account~~ **fund**
- 10 established by IC 4-33-13.
- 11 (7) Be present through the commission's inspectors and agents
- 12 during the time gambling operations are conducted on a riverboat
- 13 to do the following:
- 14 (A) Certify the revenue received by a riverboat.
- 15 (B) Receive complaints from the public.
- 16 (C) Conduct other investigations into the conduct of the
- 17 gambling games and the maintenance of the equipment that
- 18 the commission considers necessary and proper.
- 19 (D) With respect to riverboats that operate on Patoka Lake,
- 20 ensure compliance with the following:
- 21 (i) IC 14-26-2-6.
- 22 (ii) IC 14-26-2-7.
- 23 (iii) IC 14-28-1.
- 24 (8) Adopt emergency rules under IC 4-22-2-37.1 if the
- 25 commission determines that:
- 26 (A) the need for a rule is so immediate and substantial that
- 27 rulemaking procedures under IC 4-22-2-13 through
- 28 IC 4-22-2-36 are inadequate to address the need; and
- 29 (B) an emergency rule is likely to address the need.
- 30 (b) The commission shall begin rulemaking procedures under
- 31 IC 4-22-2-13 through IC 4-22-2-36 to adopt an emergency rule adopted
- 32 under subsection (a)(8) not later than thirty (30) days after the adoption
- 33 of the emergency rule under subsection (a)(8).
- 34 SECTION 41. IC 4-33-13-2 IS AMENDED TO READ AS
- 35 FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 2. The state gaming
- 36 ~~account fund~~ is established. ~~in the state general fund.~~ **Money in the**
- 37 **fund does not revert at the end of the state fiscal year.**
- 38 SECTION 42. IC 4-33-13-3 IS AMENDED TO READ AS

1 FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 3. The department shall
 2 deposit tax revenue collected under this chapter in the state gaming
 3 ~~account:~~ **fund**.

4 SECTION 43. IC 4-33-13-4 IS AMENDED TO READ AS
 5 FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 4. Sufficient funds are
 6 annually appropriated to the commission from the state gaming ~~account~~
 7 **fund** to administer this article.

8 SECTION 44. IC 4-33-13-5 IS AMENDED TO READ AS
 9 FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 5. After funds are
 10 appropriated under section 4 of this chapter, each month the treasurer
 11 of state shall distribute the tax revenue deposited in the state gaming
 12 ~~account~~ **fund** under this chapter to the following:

13 (1) Twenty-five percent (25%) of the tax revenue remitted by
 14 each licensed owner shall be paid:

15 (A) to the city that is designated as the home dock of the
 16 riverboat from which the tax revenue was collected, in the case
 17 of a city described in IC 4-33-12-6(b)(1)(A);

18 (B) in equal shares to the counties described in IC 4-33-1-1(3),
 19 in the case of a riverboat whose home dock is on Patoka Lake;
 20 or

21 (C) to the county that is designated as the home dock of the
 22 riverboat from which the tax revenue was collected, in the case
 23 of a riverboat whose home dock is not in a city described in
 24 clause (A) or a county described in clause (B); and

25 (2) Seventy-five percent (75%) of the tax revenue remitted by
 26 each licensed owner shall be paid to the build Indiana fund lottery
 27 and gaming surplus account.".

28 Page 96, delete lines 35 through 49.

29 Delete pages 97 through 98.

30 Page 99, delete lines 1 through 7, begin a new paragraph and insert:

31 "SECTION 43. IC 13-18-21-21 IS AMENDED TO READ AS
 32 FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 21. The supplemental
 33 drinking water **and wastewater** assistance program is established.

34 SECTION 45. IC 13-18-21-22 IS AMENDED TO READ AS
 35 FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 22. (a) The
 36 supplemental drinking water **and wastewater** assistance fund is
 37 established to provide money for grants, loans, and other financial
 38 assistance ~~to or~~ for the benefit of: ~~political subdivisions or public water~~

1 ~~systems that serve economically disadvantaged municipalities~~

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

4 **(2) political subdivisions for the purposes described in section**
 5 **23(2) of this chapter.**

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

9 (1) gifts to the supplemental fund; and

10 (2) loans and other financial assistance, as provided in sections 25
 11 through 29 of this chapter;

12 shall be deposited in the supplemental fund.

13 (c) Repayments of loans and other financial assistance from the
 14 supplemental fund, including interest, premiums, and penalties, shall
 15 be deposited in the supplemental fund.

16 (d) The treasurer of state shall invest the money in the supplemental
 17 fund that is:

18 (1) not currently needed to meet the obligations of the
 19 supplemental fund; and

20 (2) not invested under subsection (e);

21 in the same manner as other public money may be invested. Earnings
 22 that accrue from the investments shall be deposited in the supplemental
 23 fund.

24 (e) As an alternative to the investment provided for in subsection
 25 (d), the budget agency may invest or cause to be invested all or a part
 26 of the supplemental fund in a fiduciary account or accounts with a
 27 trustee that is a financial institution. Notwithstanding any other law,
 28 any investment may be made by the trustee in accordance with one (1)
 29 or more trust agreements or indentures. A trust agreement or indenture
 30 may permit disbursements by the trustee to the department, the budget
 31 agency, a ~~political subdivision~~, a ~~public water system that serves an~~
 32 ~~economically disadvantaged municipality~~, **participant**, the Indiana
 33 bond bank, or any other person as provided in the trust agreement or
 34 indenture. The state board of finance must approve the form of any
 35 trust agreement or indenture before execution.

36 (f) The cost of administering the supplemental fund may be paid
 37 from money in the supplemental fund.

38 (g) All money accruing to the supplemental fund is appropriated

1 continuously for the purposes specified in this chapter.

2 (h) Money in the supplemental fund does not revert to the state
3 general fund at the end of a state fiscal year.

4 SECTION 46. IC 13-18-21-23 IS AMENDED TO READ AS
5 FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 23. Money in the
6 supplemental fund may be used to do the following:

7 (1) Provide grants, loans, or other financial assistance to or for the
8 benefit of ~~political subdivisions or public water systems that serve~~
9 ~~economically disadvantaged municipalities~~ **participants** for the
10 planning, designing, acquisition, construction, renovation,
11 improvement, or expansion of ~~drinking water treatment systems~~
12 ~~and public water supply~~ systems and other activities necessary or
13 convenient to complete these tasks, whether or not those other
14 activities are permitted by the federal Clean Water Act or the
15 federal Safe Drinking Water Act.

16 (2) **Provide grants, loans, or other financial assistance to or**
17 **for the benefit of political subdivisions for the planning,**
18 **designing, acquisition, construction, renovation,**
19 **improvement, or expansion of wastewater or stormwater**
20 **collection and treatment systems and other activities**
21 **necessary or convenient to complete these tasks, whether or**
22 **not those other activities are permitted by the federal Clean**
23 **Water Act or the federal Safe Drinking Water Act.**

24 (3) Pay the cost of administering the supplemental fund and the
25 supplemental program.

26 ~~(3)~~ (4) Conduct all other activities that are permitted by the
27 federal Clean Water Act or the federal Safe Drinking Water Act.

28 SECTION 47. IC 13-18-21-24 IS AMENDED TO READ AS
29 FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 24. ~~(a)~~ The budget
30 agency shall develop a ~~supplemental priority ranking system~~ **criteria**
31 to recommend grants, loans, or other financial assistance from the
32 supplemental fund.

33 ~~(b)~~ The supplemental priority ranking system shall be designed to
34 establish funding for each category of projects consistent with the
35 environmental, public health, and financial objectives of the state:

36 ~~(c)~~ The:

37 ~~(1)~~ budget agency shall consult with the department in
38 establishing; and

1 ~~(2) budget committee shall review~~
2 ~~the supplemental priority ranking system.~~

3 SECTION 48. IC 13-18-21-25 IS AMENDED TO READ AS
4 FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 25. **(a)** The budget
5 agency may make grants or loans or provide other financial assistance
6 from the supplemental fund for the benefit of a ~~political subdivision or~~
7 ~~public water system that serves an economically disadvantaged~~
8 ~~municipality participant~~ under the following conditions:

9 (1) A grant, loan, or other financial assistance ~~must may~~ be used:

10 (A) for planning, designing, acquiring, constructing,
11 renovating, improving, or expanding ~~drinking water treatment~~
12 ~~systems or public water supply~~ systems, and other activities
13 necessary or convenient to complete these tasks;

14 (B) to:

15 (i) establish reserves or sinking funds; or

16 (ii) provide interest subsidies;

17 (C) to pay financing charges, including interest on the loan
18 during construction and for a reasonable period after the
19 completion of construction; or

20 (D) to pay the following:

21 (i) Consultant, advisory, and legal fees.

22 (ii) Other costs or expenses necessary or incident to the
23 grant, loan, or other financial assistance or the
24 administration of the supplemental fund or the supplemental
25 program.

26 (2) The budget agency must establish the terms and conditions
27 that the budget agency considers necessary or convenient to make
28 grants or loans or provide other financial assistance under this
29 chapter.

30 **(b) In addition to its powers under subsection (a), the budget**
31 **agency may also make grants or loans or provide other financial**
32 **assistance from the supplemental fund to or for the benefit of a**
33 **political subdivision under the following conditions:**

34 (1) A grant, loan, or other financial assistance may be used:

35 (A) for planning, designing, acquiring, constructing,
36 renovating, improving, or expanding wastewater or
37 stormwater collection and treatment systems, and other
38 activities necessary or convenient to complete these tasks;

- 1 **(B) to:**
- 2 (i) **establish reserves or sinking funds; or**
- 3 (ii) **provide interest subsidies;**
- 4 **(C) to pay financing charges, including interest on the loan**
- 5 **during construction and for a reasonable period after the**
- 6 **completion of construction; or**
- 7 **(D) to pay the following:**
- 8 (i) **Consultant, advisory, and legal fees.**
- 9 (ii) **Other costs or expenses necessary or incident to the**
- 10 **grant, loan, or other financial assistance or the**
- 11 **administration of the supplemental fund or the**
- 12 **supplemental program.**
- 13 **(2) The budget agency must establish the terms and conditions**
- 14 **that the budget agency considers necessary or convenient to**
- 15 **make grants or loans or provide other financial assistance**
- 16 **under this chapter.**

17 SECTION 49. IC 13-18-21-26 IS AMENDED TO READ AS
 18 FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 26. (a) A grant, loan,
 19 or other financial assistance from the supplemental fund must be
 20 accompanied by all papers and opinions required by the budget agency.

21 (b) Unless otherwise provided by rule, a loan or other financial
 22 assistance must be accompanied by the following:

- 23 ~~(1) An approving opinion of nationally recognized bond counsel.~~
- 24 ~~(2) (1) A certification and guarantee of signatures.~~
- 25 ~~(3) (2) A certification that, as of the date of the loan or other~~
- 26 ~~financial assistance, no litigation is pending challenging the~~
- 27 ~~validity of or entry into:~~
- 28 (A) the grant, loan, or other financial assistance; or
- 29 (B) any security for the loan or other financial assistance.

30 **(c) The budget agency may require an approving opinion of**
 31 **nationally recognized bond counsel.**

32 SECTION 50. IC 13-18-21-27 IS AMENDED TO READ AS
 33 FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 27. A ~~political~~
 34 ~~subdivision or public water system~~ **participant** receiving a grant, loan,
 35 or other financial assistance from the supplemental fund shall enter into
 36 a financial assistance agreement. A financial assistance agreement
 37 under this section is a valid, binding, and enforceable agreement of the
 38 ~~political subdivision or public water system.~~ **participant.**

1 SECTION 51. IC 13-18-21-28 IS AMENDED TO READ AS
 2 FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 28. (a) The budget
 3 agency may sell loans or evidences of other financial assistance and
 4 other obligations evidencing the loans or other financial assistance
 5 from the supplemental fund:

- 6 (1) periodically;
 7 (2) at any price; and
 8 (3) on terms acceptable to the budget agency.

9 (b) Proceeds of sales under this section shall be deposited in the
 10 supplemental fund, **the wastewater revolving loan fund**, or the fund
 11 at the direction of the budget director.

12 SECTION 52. THE FOLLOWING ARE REPEALED [EFFECTIVE
 13 JULY 1, 1999]: IC 13-18-13-21; IC 13-18-13-22; IC 13-18-13-23;
 14 IC 13-18-13-24; IC 13-18-13-25; IC 13-18-13-26; IC 13-18-13-27;
 15 IC 13-18-13-28; IC 13-18-13-29.

16 SECTION 53. [EFFECTIVE JULY 1, 1999] (a) **On July 1, 1999,**
 17 **the treasurer of state shall transfer the balance remaining in the**
 18 **supplemental wastewater assistance fund on June 30, 1999, to the**
 19 **supplemental drinking water and wastewater assistance fund**
 20 **established by IC 13-18-21-22, as amended by this act.**

21 (b) **On July 1, 1999, all liabilities of the supplemental**
 22 **wastewater assistance fund become liabilities of the supplemental**
 23 **drinking water and wastewater assistance fund established by**
 24 **IC 13-18-21-22, as amended by this act.**

25 SECTION 54. IC 20-1-22 IS ADDED TO THE INDIANA CODE
 26 AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE
 27 JULY 1, 1999]:

28 **Chapter 22. School Readiness Program Plan**

29 **Sec. 1. The Indiana state board of education shall adopt rules**
 30 **under IC 4-22-2 establishing the criteria for acceptable school**
 31 **readiness programs that may be approved under this chapter. The**
 32 **rules must provide that programs similar to the following are**
 33 **approved:**

- 34 (1) **Head Start under 42 U.S.C. 9831 et seq.**
 35 (2) **Even Start.**
 36 (3) **Transitional kindergarten.**
 37 (4) **Other nationally accepted programs that improve school**
 38 **readiness.**

1 **The criteria must be based on national studies and research on**
2 **school readiness programs.**

3 **Sec. 2. Each school corporation may adopt a plan to provide a**
4 **full day kindergarten or school readiness program, or both. The**
5 **plan must comply with the rules adopted under this chapter and**
6 **must include the following:**

7 **(1) Goals, objectives, and expectations of the program that are**
8 **consistent with the school corporation goals and state student**
9 **achievement or performance goals.**

10 **(2) Anticipated or estimated participation in each program.**

11 **(3) Physical space needs, specifically identifying the potential**
12 **need for more classrooms or facilities or expansion of existing**
13 **rooms and including the estimated cost for additional space**
14 **that would be attributable to having a program.**

15 **(4) Transportation needs, including necessary additional bus**
16 **routes and buses and the estimated cost for necessary**
17 **expansion of transportation.**

18 **(5) Personnel needs, including necessary additional teachers,**
19 **aides, and other staff that would be required to maintain an**
20 **eighteen to one (18:1) student to teacher ratio in full day**
21 **kindergarten and the estimated cost for necessary additional**
22 **personnel.**

23 **(6) Professional development plans for program teachers,**
24 **including a description of the types and amount of training**
25 **that teachers in the program will be asked or required to**
26 **complete before implementing a program.**

27 **(7) Academic structure of the program, including the mix of**
28 **subject areas and activities that will be provided in the**
29 **program.**

30 **(8) Evaluation methods that will be used to monitor progress**
31 **toward meeting or exceeding the program goals, objectives,**
32 **and expectations.**

33 **A school corporation that has a full day kindergarten program that**
34 **allows any kindergarten age child to participate may submit a plan**
35 **that describes what the school corporation is doing to satisfy**
36 **subdivisions (1), (2), (7), and (8).**

37 **Sec. 3. (a) A governing body shall conduct a public hearing for**
38 **the purpose of giving all interested parties an opportunity to**

1 review and comment on the plan. Notice of the hearing must be
 2 given at least fourteen (14) days before the hearing in accordance
 3 with IC 5-14-1.5-5(b). After the public hearing, the governing body
 4 may revise the plan and hold another public hearing on the revised
 5 plan.

6 (b) The approved plan must be submitted to the department of
 7 education for review and approval before January 1, 2000, to
 8 receive a grant for the 2000-2001 school year. A school corporation
 9 that does not submit a plan in 1999 must submit a plan to the
 10 department of education for review and approval before January
 11 1 of a year to receive a grant in subsequent school years.

12 (c) The plan must then be submitted to the Indiana state board
 13 of education for approval.

14 (d) A school corporation is not entitled to program funding
 15 under IC 21-3-12 until a plan is approved by the Indiana state
 16 board of education.

17 SECTION 55. IC 21-3-12 IS ADDED TO THE INDIANA CODE
 18 AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE
 19 JULY 1, 2000]:

20 **Chapter 12. Full Day Kindergarten and School Readiness**
 21 **Grants**

22 **Sec. 1.** The definitions set forth in IC 21-3-1.6 apply throughout
 23 this chapter.

24 **Sec. 2.** As used in this chapter, "full day kindergarten
 25 enrollment" means the number of eligible pupils enrolled in full
 26 day kindergarten in the school corporation or in a transferee
 27 corporation on the day fixed by the superintendent to determine
 28 the average daily membership or ADM of the corporation.

29 **Sec. 3.** As used in this chapter, "school readiness program
 30 enrollment" means the number of children enrolled of eligible
 31 kindergarten age in the school corporation's school readiness
 32 program even though the child may also be enrolled in the school
 33 corporation's half day kindergarten. It does not include children
 34 who are enrolled in the school corporation's full day kindergarten.

35 **Sec. 4.** In addition to the amount a school corporation is entitled
 36 to receive under this article, each school corporation is entitled to
 37 receive a grant for its full day kindergarten program that is
 38 implemented under a plan approved under IC 20-1-22. The amount

1 of the kindergarten grant for a school year is the product of:

2 (1) the school corporation's full day kindergarten enrollment;
3 multiplied by

4 (2) one thousand five hundred dollars (\$1,500).

5 A school corporation shall use the grant for its full day
6 kindergarten program under the plan approved under IC 20-1-22.

7 **Sec. 5.** In addition to the amount a school corporation is entitled
8 to receive under this article, each school corporation is entitled to
9 receive a grant for pupils attending a school readiness program
10 other than full day kindergarten that is implemented under a plan
11 approved under IC 20-1-22. The amount of the school readiness
12 program grant for a school year is the product of:

13 (1) the school corporation's school readiness program
14 enrollment; multiplied by

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

16 A school corporation shall use the grant for its school readiness
17 programs as set forth in its plan approved under IC 20-1-22.

18 **Sec. 6.** This chapter expires January 1, 2002.

19 SECTION 56. [EFFECTIVE UPON PASSAGE] (a) Each school
20 corporation is entitled to a school readiness program planning
21 grant during December 1999 for planning and implementing a
22 school readiness program as permitted by IC 20-1-22, as added by
23 this act. The amount of each school corporation's grant is the
24 school corporation's average daily membership for kindergarten,
25 as defined in IC 21-3-1.6-1.1 multiplied by three hundred seventy
26 dollars (\$370).

27 (b) School readiness program planning grants must be used only
28 to pay for one (1) or more of the following:

29 (1) Developing and submitting the school corporation's school
30 readiness program plan.

31 (2) Professional development of kindergarten teachers under
32 the rules established by the professional standards board
33 under IC 20-1-1.4.

34 (3) Implementing full day kindergarten or school readiness
35 programs, as defined in IC 20-1-22, as added by this act.

36 (4) Operating full day kindergarten programs in existence on
37 January 1, 1999.

38 (c) The Indiana state board of education shall adopt emergency

1 rules under IC 4-22-2-37.1 before July 1, 1999, establishing the
 2 criteria for acceptable school readiness programs under
 3 IC 20-1-22, as added by this act, for the 2000-2001 school year. The
 4 emergency rules adopted under this SECTION expire on the
 5 earlier of:

6 (1) the date rules are adopted under IC 20-1-22-1, as added by
 7 this act; or

8 (2) July 1, 2000.

9 (d) This SECTION expires July 2, 2000.

10 SECTION 57. IC 20-10.1-21.5 IS ADDED TO THE INDIANA
 11 CODE AS A NEW CHAPTER TO READ AS FOLLOWS
 12 [EFFECTIVE JULY 1, 1999]:

13 **Chapter 21.5. Reading Diagnostic and Remediation Program**

14 **Sec. 1.** As used in this chapter, "diagnostic grant" refers to a
 15 grant provided to a school corporation to perform reading
 16 diagnostic assessments under this chapter.

17 **Sec. 2.** As used in this chapter, "fund" refers to the reading
 18 diagnostic assessment and remediation fund established under
 19 section 5 of this chapter.

20 **Sec. 3.** As used in this chapter, "program" refers to the reading
 21 diagnostic and remediation program established under section 6 of
 22 this chapter.

23 **Sec. 4.** As used in this chapter, "remediation grant" refers to a
 24 grant provided to a school corporation to provide remediation for
 25 students who participate in a reading diagnostic assessment.

26 **Sec. 5. (a)** The reading diagnostic assessment and remediation
 27 fund is established to provide diagnostic grants and remediation
 28 grants under this chapter. The fund shall be administered by the
 29 department.

30 **(b)** Money in the fund at the end of a state fiscal year does not
 31 revert to the state general fund.

32 **Sec. 6. (a)** The reading diagnostic and remediation program is
 33 established to provide:

34 (1) early identification of; and

35 (2) remediation to;

36 grade one or grade two students who have difficulty reading.

37 **(b)** The department shall:

38 (1) administer the program; and

1 **(2) coordinate training for grade 1 and grade 2 teachers in the**
 2 **administration and interpretation of reading diagnostic**
 3 **instruments.**

4 **Sec. 7. (a) The board shall select and purchase a diagnostic**
 5 **instrument for the assessment portion of the program. The**
 6 **diagnostic instrument selected by the board must:**

- 7 **(1) measure both phonics and whole language ability and**
 8 **comprehension;**
 9 **(2) assess phonemic awareness;**
 10 **(3) test other appropriate reading skills and comprehension;**
 11 **(4) detect physical and mental learning disabilities; and**
 12 **(5) be suitable for administration and interpretation by grade**
 13 **1 and grade 2 teachers.**

14 **(b) The governing body of a school corporation may select an**
 15 **alternate diagnostic instrument for use in the school corporation.**
 16 **An alternate diagnostic instrument selected under this subsection**
 17 **must:**

- 18 **(1) meet the selection criteria under subsection (a); and**
 19 **(2) be approved by the board before it may be administered.**

20 **Sec. 8. (a) Not later than October 15, each school corporation**
 21 **shall administer the diagnostic instrument selected under section**
 22 **7 of this chapter.**

23 **(b) The diagnostic instrument shall be administered to the**
 24 **following grade 1 or grade 2 students:**

- 25 **(1) A student identified by the student's teacher as having**
 26 **difficulty reading.**
 27 **(2) A student whose parents request that the student be**
 28 **assessed, if the student's teacher and principal determine that**
 29 **the diagnostic instrument is an appropriate assessment tool**
 30 **for the student.**

31 **(c) A school is eligible to receive a diagnostic grant from the**
 32 **fund in an amount that does not exceed the amount determined in**
 33 **STEP FOUR of the following formula:**

34 **STEP ONE: Determine the Indiana academic standard for**
 35 **language arts scale score plus ten (10) scale score points as**
 36 **tested by the grade 3 ISTEP for the three (3) most recently**
 37 **administered tests.**

38 **STEP TWO: For the three (3) preceding years in which the**

1 **ISTEP language arts test was administered to grade 3**
 2 **students, determine the total number of grade 3 students in**
 3 **the school who did not meet the academic standard scale score**
 4 **determined under STEP ONE.**

5 **STEP THREE: Divide the number determined under STEP**
 6 **TWO by three (3).**

7 **STEP FOUR: Multiply the quotient determined under STEP**
 8 **THREE by two dollars (\$2).**

9 **(d) A diagnostic grant must be used for the costs of:**

10 **(1) administering; and**

11 **(2) interpreting the results of;**

12 **the diagnostic instrument.**

13 **Sec. 9. (a) This section applies to a grade 1 or grade 2 student**
 14 **who:**

15 **(1) has been assessed by the diagnostic instrument selected**
 16 **under section 7 of this chapter; and**

17 **(2) based upon the results of the assessment, is determined to**
 18 **have a reading deficiency.**

19 **(b) The teacher of a student to whom this section applies shall:**

20 **(1) develop an individualized reading instruction plan for the**
 21 **student; and**

22 **(2) review the plan with the student's parent:**

23 **(A) in a meeting; or**

24 **(B) if a meeting cannot be arranged after a reasonable**
 25 **effort by the teacher, through sending the plan to the**
 26 **parent for the parent's signature.**

27 **(c) An individualized reading instruction plan:**

28 **(1) must specify appropriate remedial programs or activities**
 29 **for a student to address areas in which the student lacks skills,**
 30 **as identified by the diagnostic instrument; and**

31 **(2) may utilize existing remedial and tutoring programs**
 32 **offered by the school corporation through the department or**
 33 **through a federal program.**

34 **(d) A school is eligible to receive a remediation grant from the**
 35 **fund in an amount that does not exceed the number of students in**
 36 **the school to whom this section applies multiplied by one hundred**
 37 **dollars (\$100).**

38 **Sec. 10. A school shall:**

1 (1) determine whether students who participated in an
 2 individualized reading plan in grade 1 or grade 2 meet the
 3 academic standard scale score tested by:

4 (A) the grade 3 ISTEP language arts test; or

5 (B) a comparable assessment or evaluation conducted by
 6 the school during the grade 3 school year; and

7 (2) report the school's findings to the department in a form
 8 prescribed by the department.

9 SECTION 58. [EFFECTIVE JULY 1, 1999] (a) Notwithstanding
 10 IC 20-10.1-21.5-8(c), as added by this act, a school is eligible to
 11 receive a diagnostic grant for the 1999-2000 school year from the
 12 reading diagnostic assessment and remediation fund established by
 13 IC 20-10.1-21.5-5, as added by this act, in an amount that does not
 14 exceed the amount determined in STEP FOUR of the following
 15 formula:

16 STEP ONE: Determine the Indiana academic standard for
 17 language arts scale score plus ten (10) scale score points as
 18 tested by the grade 3 ISTEP for the two (2) most recently
 19 administered tests.

20 STEP TWO: For the two (2) preceding years in which the
 21 ISTEP reading test was administered to grade 3 students,
 22 determine the total number of grade 3 students in the school
 23 who did not meet the academic standard scale score
 24 determined under STEP ONE.

25 STEP THREE: Divide the number determined under STEP
 26 TWO by two (2).

27 STEP FOUR: Multiply the quotient determined under STEP
 28 THREE by twelve dollars (\$12).

29 (b) This SECTION expires June 30, 2001.

30 SECTION 59. IC 4-4-5.1 IS ADDED TO THE INDIANA CODE
 31 AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE
 32 JULY 1, 1999]:

33 **Chapter 5.1. Indiana Twenty-First Century Growth Fund**

34 **Sec. 1.** As used in this chapter, "board" refers to the Indiana
 35 twenty-first century growth fund board established by section 6 of
 36 this chapter.

37 **Sec. 2.** As used in this chapter, "fund" refers to the Indiana
 38 twenty-first century growth fund established by section 3 of this

1 chapter.

2 Sec. 3. (a) The Indiana twenty-first century growth fund is
3 established to provide grants or loans to support proposals for
4 economic development in one (1) or more of the following areas:

5 (1) To increase the capacity of Indiana institutions of higher
6 education, Indiana businesses, and Indiana nonprofit
7 corporations and organizations to compete successfully for
8 federal research and development financing.

9 (2) To stimulate the transfer of research and technology into
10 marketable products.

11 (3) To assist with diversifying Indiana's economy so that high
12 skill and high wage jobs are created.

13 (4) To encourage an environment of innovation and
14 cooperation among universities and business to promote
15 research activity, including operation of Internet 2.

16 (b) The fund shall be administered by the budget agency. The
17 fund consists of appropriations from the general assembly and gifts
18 and grants to the fund. The budget agency shall review and
19 approve requests for operating funds and each grant and loan
20 recommended by the board before allotting money from the fund.
21 Except for operating funds, money in the fund must be used only
22 to provide a matching incentive on a one-time basis and may not be
23 used to provide a recurring source of revenue for any project.

24 (c) The treasurer of state shall invest the money in the fund not
25 currently needed to meet the obligations of the fund in the same
26 manner as other public funds may be invested.

27 (d) The money in the fund at the end of a state fiscal year does
28 not revert to the state general fund but remains in the fund to be
29 used exclusively for the purposes of this chapter.

30 Sec. 4. (a) A proposal requesting a grant or loan from the
31 Indiana twenty-first century growth fund must be targeted to one
32 (1) or more of the areas listed in section 3 of this chapter.

33 (b) An applicant must meet the requirements of this section and
34 be approved by the board. A proposal shall be made on an
35 application prescribed by the board. The applicant shall provide all
36 information that the board finds necessary to make the
37 determinations required by this chapter.

38 (c) All proposals must include the following:

1 **(1) A detailed financial analysis that includes the commitment**
 2 **of resources by other entities that will be involved in the**
 3 **project.**

4 **(2) The economic development potential of the project.**

5 **(3) The obligations of the applicant.**

6 **(4) Any other information that the board considers**
 7 **appropriate.**

8 **(d) A proposal from an academic researcher must be made**
 9 **through the office of the president of the academic institution with**
 10 **the express endorsement of that institution's president. A proposal**
 11 **from a private researcher must be made through the office of the**
 12 **highest ranking officer of the researcher's institution with the**
 13 **express endorsement of the institution.**

14 **Sec. 5. (a) The board shall make final funding determinations**
 15 **for proposals that will be submitted to the budget agency for**
 16 **review and approval. In making these determinations, the board**
 17 **may use a peer review panel to assist it in making determinations.**

18 **(b) The board shall give priority to proposals that:**

19 **(1) have the greatest economic development potential; and**

20 **(2) require the lowest ratio of money from the fund compared**
 21 **to the combined financial commitments of the applicant and**
 22 **those cooperating on the project.**

23 **Sec. 6. (a) The Indiana twenty-first century growth fund board**
 24 **is established. The board consists of eight (8) voting members as**
 25 **follows:**

26 **(1) The lieutenant governor, or the lieutenant governor's**
 27 **designee, who shall serve as chairperson of the board.**

28 **(2) A representative of a public research institution of higher**
 29 **education to be appointed by the governor.**

30 **(3) A representative of a private research institution of higher**
 31 **education to be appointed by the governor.**

32 **(4) A representative from business or agriculture to be**
 33 **appointed by the governor.**

34 **(5) A representative from a business with high research and**
 35 **development expenditures in Indiana to be appointed by the**
 36 **governor.**

37 **(6) A representative from the venture or growth capital**
 38 **industry to be appointed by the governor.**

1 **(7) An economist to be appointed by the governor.**

2 **(8) The Indiana commissioner of higher education.**

3 **Members of the board appointed by the governor serve terms of**
4 **two (2) years.**

5 **(b) A board member may not have a relationship with an**
6 **applicant or cooperating entity if the relationship would constitute**
7 **a conflict of interest for the board member on a particular**
8 **proposal. A board member with a conflict of interest shall abstain**
9 **from any discussion, consideration, or vote on the proposal.**

10 **Sec. 7. The governor shall fill a vacancy on the board for the**
11 **remainder of the unexpired term. Except for the ex officio board**
12 **members, the governor may replace a board member at any time.**

13 **Sec. 8. A quorum for a meeting of the board consists of five (5)**
14 **voting members.**

15 **Sec. 9. Five (5) affirmative votes are required for the board to**
16 **take action.**

17 **Sec. 10. Members of the board are not entitled to per diem**
18 **allowances or reimbursement of expenses for their service on the**
19 **board.**

20 **Sec. 11. The board may use money in the fund to cover**
21 **administrative expenses incurred in carrying out the requirements**
22 **of this chapter.**

23 SECTION 60. IC 4-30-16-3 IS AMENDED TO READ AS
24 FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 3. (a) The commission
25 shall transfer the surplus revenue in the administrative trust fund as
26 follows:

27 (1) Before the last business day of January, April, July, and
28 October, the commission shall transfer to the treasurer of state, for
29 deposit in the Indiana state teachers' retirement fund
30 (IC 21-6.1-2), an amount equal to the lesser of:

31 (A) seven million five hundred thousand dollars (\$7,500,000);

32 or

33 (B) the additional quarterly contribution needed so that the
34 ratio of the unfunded liability of the Indiana state teachers'
35 retirement fund compared to total active teacher payroll is as
36 close as possible to but not greater than the ratio that existed
37 on the preceding July 1.

38 On or before June 15 of each year, the board of trustees of the

1 Indiana state teachers' retirement fund shall submit to the
 2 treasurer of state, each member of the pension management
 3 oversight commission, and the auditor of state its estimate of the
 4 quarterly amount needed to freeze the unfunded accrued liability
 5 of the pre-1996 account (as defined in IC 21-6.1-1-6.9) as a
 6 percent of payroll. The estimate shall be based on the most recent
 7 actuarial valuation of the fund. Notwithstanding any other law,
 8 including any appropriations law resulting from a budget bill (as
 9 defined in IC 4-12-1-2), the money transferred under this
 10 subdivision shall be set aside in a special account to be used as a
 11 credit against the unfunded accrued liability of the pre-1996
 12 account (as defined in IC 21-6.1-1-6.9) of the Indiana state
 13 teachers' retirement fund. The money transferred is in addition to
 14 the appropriation needed to pay benefits for the state fiscal year.

15 (2) Before the last business day of January, April, July, and
 16 October, the commission shall transfer ~~two~~ **seven** million five
 17 hundred thousand dollars (~~\$2,500,000~~) (**\$7,500,000**) of the
 18 surplus revenue to the treasurer of state for deposit in the pension
 19 relief fund (IC 5-10.3-11).

20 (3) The surplus revenue remaining in the fund on the last day of
 21 January, April, July, and October after the transfers under
 22 subdivisions (1) and (2) shall be transferred by the commission to
 23 the treasurer of state for deposit on that day in the build Indiana
 24 fund.

25 (b) The commission may make transfers to the treasurer of state
 26 more frequently than required by subsection (a). However, the number
 27 of transfers does not affect the amount that is required to be transferred
 28 for the purposes listed in subsection (a)(1) and (a)(2). Any amount
 29 transferred during the month in excess of the amount required to be
 30 transferred for the purposes listed in subsection (a)(1) and (a)(2) shall
 31 be transferred to the build Indiana fund.

32 SECTION 58. IC 6-1.1-18-3 (CURRENT VERSION) IS
 33 AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1,
 34 2000]: Sec. 3. (a) Except as provided in subsection (b), the sum of all
 35 tax rates for all political subdivisions imposed on tangible property
 36 within a political subdivision may not exceed:

37 (1) one dollar and twenty-five cents (\$1.25) on each one hundred
 38 dollars (\$100) of assessed valuation in territory outside the

1 corporate limits of a city or town; or
 2 (2) two dollars (\$2) on each one hundred dollars (\$100) of
 3 assessed valuation in territory inside the corporate limits of a city
 4 or town.

5 (b) The proper officers of a political subdivision shall fix tax rates
 6 which are sufficient to provide funds for the purposes itemized in this
 7 subsection. The portion of a tax rate fixed by a political subdivision
 8 shall not be considered in computing the tax rate limits prescribed in
 9 subsection (a) if that portion is to be used for one (1) of the following
 10 purposes:

11 (1) To pay the principal or interest on a funding, refunding, or
 12 judgment funding obligation of the political subdivision.

13 (2) To pay the principal or interest on an outstanding obligation
 14 issued by the political subdivision if notice of the sale of the
 15 obligation was published before March 9, 1937.

16 (3) To pay the principal or interest upon:

17 (A) an obligation issued by the political subdivision to meet an
 18 emergency which results from a flood, fire, pestilence, war, or
 19 any other major disaster; or

20 (B) a note issued under IC 36-2-6-18, IC 36-3-4-22,
 21 IC 36-4-6-20, or IC 36-5-2-11 to enable a city, town, or county
 22 to acquire necessary equipment or facilities for municipal or
 23 county government.

24 (4) To pay the principal or interest upon an obligation issued in
 25 the manner provided in IC 6-1.1-20-3 (before its repeal) or
 26 IC 6-1.1-20-3.1 through IC 6-1.1-20-3.2.

27 (5) To pay a judgment rendered against the political subdivision.

28 ~~(6) To meet the requirements of the county welfare fund; the~~
 29 ~~county welfare administration fund; for public welfare services;~~
 30 ~~or the family and children's fund for child services (as defined in~~
 31 ~~IC 12-19-7-1).~~

32 ~~(7) (6) To meet the requirements of the county hospital care for~~
 33 ~~the indigent fund.~~

34 (c) Except as otherwise provided in IC 6-1.1-19 or IC 6-1.1-18.5, a
 35 county board of tax adjustment, a county auditor, or the state board of
 36 tax commissioners may review the portion of a tax rate described in
 37 subsection (b) only to determine if it exceeds the portion actually
 38 needed to provide for one (1) of the purposes itemized in that

1 subsection.

2 SECTION 59. IC 6-1.1-18-3 (DELAYED VERSION) IS
3 AMENDED TO READ AS FOLLOWS [EFFECTIVE MARCH 1,
4 2001]: Sec. 3. (a) Except as provided in subsection (b), the sum of all
5 tax rates for all political subdivisions imposed on tangible property
6 within a political subdivision may not exceed:

7 (1) forty-one and sixty-seven hundredths cents (\$0.4167) on each
8 one hundred dollars (\$100) of assessed valuation in territory
9 outside the corporate limits of a city or town; or

10 (2) sixty-six and sixty-seven hundredths cents (\$0.6667) on each
11 one hundred dollars (\$100) of assessed valuation in territory
12 inside the corporate limits of a city or town.

13 (b) The proper officers of a political subdivision shall fix tax rates
14 which are sufficient to provide funds for the purposes itemized in this
15 subsection. The portion of a tax rate fixed by a political subdivision
16 shall not be considered in computing the tax rate limits prescribed in
17 subsection (a) if that portion is to be used for one (1) of the following
18 purposes:

19 (1) To pay the principal or interest on a funding, refunding, or
20 judgment funding obligation of the political subdivision.

21 (2) To pay the principal or interest on an outstanding obligation
22 issued by the political subdivision if notice of the sale of the
23 obligation was published before March 9, 1937.

24 (3) To pay the principal or interest upon:

25 (A) an obligation issued by the political subdivision to meet an
26 emergency which results from a flood, fire, pestilence, war, or
27 any other major disaster; or

28 (B) a note issued under IC 36-2-6-18, IC 36-3-4-22,
29 IC 36-4-6-20, or IC 36-5-2-11 to enable a city, town, or county
30 to acquire necessary equipment or facilities for municipal or
31 county government.

32 (4) To pay the principal or interest upon an obligation issued in
33 the manner provided in IC 6-1.1-20-3 (before its repeal) or
34 IC 6-1.1-20-3.1 through IC 6-1.1-20-3.2.

35 (5) To pay a judgment rendered against the political subdivision.

36 ~~(6) To meet the requirements of the county welfare fund; the~~
37 ~~county welfare administration fund; for public welfare services;~~
38 ~~or the family and children's fund for child services (as defined in~~

1 ~~IC 12-19-7-1~~;
 2 ~~(7)~~ **(6)** To meet the requirements of the county hospital care for
 3 the indigent fund.

4 (c) Except as otherwise provided in IC 6-1.1-19 or IC 6-1.1-18.5, a
 5 county board of tax adjustment, a county auditor, or the state board of
 6 tax commissioners may review the portion of a tax rate described in
 7 subsection (b) only to determine if it exceeds the portion actually
 8 needed to provide for one (1) of the purposes itemized in that
 9 subsection.

10 SECTION 60. IC 6-1.1-18.5-2 IS AMENDED TO READ AS
 11 FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 2. (a) For
 12 purposes of determining a civil taxing unit's maximum permissible ad
 13 valorem property tax levy for an ensuing calendar year, the civil taxing
 14 unit shall use the assessed value growth quotient determined in the last
 15 STEP of the following STEPS:

16 STEP ONE: Determine the three (3) calendar years that most
 17 immediately precede the ensuing calendar year and in which a
 18 statewide general reassessment of real property does not first
 19 become effective.

20 STEP TWO: Compute separately, for each of the calendar years
 21 determined in STEP ONE, the quotient (rounded to the nearest
 22 ten-thousandth) of the civil taxing unit's total assessed value of all
 23 taxable property in the particular calendar year, divided by the
 24 civil taxing unit's total assessed value of all taxable property in the
 25 calendar year immediately preceding the particular calendar year.

26 STEP THREE: Divide the sum of the three (3) quotients
 27 computed in STEP TWO by three (3).

28 STEP FOUR: Determine the greater of the result computed in
 29 STEP THREE or one and ~~five-hundredths (1.05)~~;
 30 **four-hundredths (1.04)**.

31 STEP FIVE: Determine the lesser of the result computed in STEP
 32 FOUR or one and ~~one-tenth (1.1)~~; **eight-hundredths (1.08)**.

33 (b) If the assessed values of taxable property used in determining a
 34 civil taxing unit's property taxes that are first due and payable in a
 35 particular calendar year are significantly increased over the assessed
 36 values used for the immediately preceding calendar year's property
 37 taxes due to the settlement of litigation concerning the general
 38 reassessment of that civil taxing unit's real property, then for purposes

1 of determining that civil taxing unit's assessed value growth quotient
 2 for an ensuing calendar year, the state board of tax commissioners shall
 3 replace the quotient described in STEP TWO of subsection (a) for that
 4 particular calendar year. The state board of tax commissioners shall
 5 replace that quotient with one that as accurately as possible will reflect
 6 the actual growth in the civil taxing unit's assessed values of real
 7 property from the immediately preceding calendar year to that
 8 particular calendar year.

9 SECTION 61. IC 6-1.1-18.5-9.7 IS AMENDED TO READ AS
 10 FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 9.7. (a) The ad
 11 valorem property tax levy limits imposed by section 3 of this chapter
 12 do not apply to ad valorem property taxes imposed under any of the
 13 following:

- 14 (1) IC 12-16, except IC 12-16-1.
- 15 ~~(2) IC 12-19-3-3 through IC 12-19-3-7.~~
- 16 ~~(3) IC 12-19-4.~~
- 17 ~~(4) IC 12-19-5.~~
- 18 ~~(5) IC 12-19-7.~~
- 19 ~~(6) (2) IC 12-20-24.~~

20 (b) For purposes of computing the ad valorem property tax levy
 21 limits imposed under section 3 of this chapter, a county's or township's
 22 ad valorem property tax levy for a particular calendar year does not
 23 include that part of the levy imposed under the citations listed in
 24 subsection (a).

25 (c) Section 8(b) of this chapter does not apply to bonded
 26 indebtedness that **was issued before January 1, 2000, and that** will
 27 be repaid through property taxes imposed under IC 12-19.

28 SECTION 62. IC 6-1.1-20.5 IS ADDED TO THE INDIANA CODE
 29 AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE
 30 JULY 1, 1999]:

31 **Chapter 20.5. Inventory Tax Reduction Credits**

32 **Sec. 1. As used in this chapter, "inventory" has the meaning set**
 33 **forth in IC 6-1.1-3-11.**

34 **Sec. 2. As used in this chapter, "net property tax liability on**
 35 **inventory" means the property taxes attributable to inventory that**
 36 **are due and payable as shown on the property tax statement sent**
 37 **to a person after all deductions and credits have been applied**
 38 **under any other statute.**

1 **Sec. 3. A credit against a person's net property tax liability on**
2 **inventory under IC 6-1.1-2 shall be provided under this chapter.**
3 **The credit is equal to the net amount of ad valorem property taxes**
4 **that would be paid on inventory with an assessed value of twelve**
5 **thousand five hundred dollars (\$12,500).**

6 **Sec. 4. (a) The county assessor shall determine the amount of**
7 **each property owner's assessed value that is attributable to**
8 **inventory in the county. Before December 1 of each year the county**
9 **assessor shall provide the county auditor with the amount of**
10 **inventory assessed value for each owner that is eligible for the**
11 **credit.**

12 **(b) The county auditor shall compute the amount of property**
13 **taxes in the county that is attributable to inventory assessed value**
14 **as reported by the county assessor using the same property tax**
15 **liability that is used to calculate the property tax replacement**
16 **credit under IC 6-1.1-21-5 but after deducting the property tax**
17 **replacement credit.**

18 **(c) Before March 1 of each year, each county auditor shall**
19 **certify to the state board of tax commissioners and provide**
20 **electronically the federal taxpayer identification number of each**
21 **inventory owner, the amount of assessed value for which the credit**
22 **is claimed, and the amount of inventory credits allowed for each**
23 **claimant in that county for that calendar year. Before March 10,**
24 **the state board of tax commissioners shall determine if any person**
25 **has claimed credits for more than the assessed value allowed under**
26 **this chapter and deny the credits for any excess. Before March 15,**
27 **the state board of tax commissioners shall certify the amount of**
28 **credits allowed to the property tax replacement fund board. The**
29 **credits shall be determined in the same manner as property tax**
30 **replacement credits are determined under IC 6-1.1-21 but after**
31 **deducting the property tax replacement credit.**

32 **Sec. 5. (a) Each year the property tax replacement fund board**
33 **shall allocate to the department of state revenue from the targeted**
34 **tax relief fund under IC 4-10-20 an amount equal to the total**
35 **amount of inventory tax credits that are provided under this**
36 **chapter for each county for that year in the same manner as the**
37 **homestead credits are allocated from the property tax replacement**
38 **fund under IC 6-1.1-21.**

1 **Sec. 6. The department of state revenue shall distribute to each**
 2 **county treasurer from only the targeted tax relief fund the**
 3 **estimated distribution for that year for the county at the same time**
 4 **and in the same manner as the homestead credit distributions are**
 5 **made under IC 6-1.1-21. The money in the fund is appropriated to**
 6 **make the distributions.**

7 **(b) All distributions provided in this section shall be made on**
 8 **warrants issued by the auditor of state drawn on the treasurer of**
 9 **state.**

10 **Sec. 8. To the extent it is consistent with this chapter,**
 11 **IC 6-1.1-21 applies with respect to the credit under this chapter.**

12 **Sec. 9. Subject to IC 4-10-20, there is appropriated from the**
 13 **targeted tax relief fund the amount necessary to provide credits**
 14 **under this chapter.**

15 SECTION 63. IC 6-1.1-21-2 IS AMENDED TO READ AS
 16 FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 2. As used in this
 17 chapter:

18 (a) "Taxpayer" means a person who is liable for taxes on property
 19 assessed under this article.

20 (b) "Taxes" means taxes payable in respect to property assessed
 21 under this article. The term does not include special assessments,
 22 penalties, or interest, but does include any special charges which a
 23 county treasurer combines with all other taxes in the preparation and
 24 delivery of the tax statements required under IC 6-1.1-22-8(a).

25 (c) "Department" means the department of state revenue.

26 (d) "Auditor's abstract" means the annual report prepared by each
 27 county auditor which under IC 6-1.1-22-5, is to be filed on or before
 28 March 1 of each year with the auditor of state.

29 (e) "Mobile home assessments" means the assessments of mobile
 30 homes made under IC 6-1.1-7.

31 (f) "Postabstract adjustments" means adjustments in taxes made
 32 subsequent to the filing of an auditor's abstract which change
 33 assessments therein or add assessments of omitted property affecting
 34 taxes for such assessment year.

35 (g) "Total county tax levy" means the sum of:

36 (1) the remainder of:

37 (A) the aggregate levy of all taxes for all taxing units in a
 38 county which are to be paid in the county for a stated

- 1 assessment year as reflected by the auditor's abstract for the
 2 assessment year, adjusted, however, for any postabstract
 3 adjustments which change the amount of the aggregate levy;
 4 minus
- 5 (B) the sum of any increases in property tax levies of taxing
 6 units of the county that result from appeals described in:
- 7 (i) IC 6-1.1-18.5-13(5) and IC 6-1.1-18.5-13(6) filed after
 8 December 31, 1982; plus
- 9 (ii) the sum of any increases in property tax levies of taxing
 10 units of the county that result from any other appeals
 11 described in IC 6-1.1-18.5-13 filed after December 31,
 12 1983; ~~plus~~
- 13 ~~(iii) IC 6-1.1-18.6-3 (children in need of services and~~
 14 ~~delinquent children who are wards of the county);~~ minus
- 15 (C) the total amount of property taxes imposed for the stated
 16 assessment year by the taxing units of the county under the
 17 authority of ~~IC 12-1-11.5 (repealed); IC 12-2-4.5 (repealed)~~
 18 IC 12-19-5 (**before its repeal**) or IC 12-20-24; minus
- 19 (D) the total amount of property taxes to be paid during the
 20 stated assessment year that will be used to pay for interest or
 21 principal due on debt that:
- 22 (i) is entered into after December 31, 1983;
- 23 (ii) is not debt that is issued under IC 5-1-5 to refund debt
 24 incurred before January 1, 1984; and
- 25 (iii) does not constitute debt entered into for the purpose of
 26 building, repairing, or altering school buildings for which
 27 the requirements of IC 20-5-52 were satisfied prior to
 28 January 1, 1984; minus
- 29 (E) the amount of property taxes imposed in the county for the
 30 stated assessment year under the authority of IC 21-2-6 or any
 31 citation listed in IC 6-1.1-18.5-9.8 for a cumulative building
 32 fund whose property tax rate was initially established or
 33 reestablished for a stated assessment year that succeeds the
 34 1983 stated assessment year; minus
- 35 (F) the remainder of:
- 36 (i) the total property taxes imposed in the county for the
 37 stated assessment year under authority of IC 21-2-6 or any
 38 citation listed in IC 6-1.1-18.5-9.8 for a cumulative building

- 1 fund whose property tax rate was not initially established or
 2 reestablished for a stated assessment year that succeeds the
 3 1983 stated assessment year; minus
 4 (ii) the total property taxes imposed in the county for the
 5 1984 stated assessment year under the authority of IC 21-2-6
 6 or any citation listed in IC 6-1.1-18.5-9.8 for a cumulative
 7 building fund whose property tax rate was not initially
 8 established or reestablished for a stated assessment year that
 9 succeeds the 1983 stated assessment year; minus
 10 (G) the amount of property taxes imposed in the county for the
 11 stated assessment year under:
 12 (i) IC 21-2-15 for a capital projects fund; plus
 13 (ii) IC 6-1.1-19-10 for a racial balance fund; plus
 14 (iii) IC 20-14-13 for a library capital projects fund; plus
 15 (iv) IC 20-5-17.5-3 for an art association fund; plus
 16 (v) IC 21-2-17 for a special education preschool fund; plus
 17 (vi) an appeal filed under IC 6-1.1-19-5.1 for an increase in
 18 a school corporation's maximum permissible general fund
 19 levy for certain transfer tuition costs; plus
 20 (vii) an appeal filed under IC 6-1.1-19-5.4 for an increase in
 21 a school corporation's maximum permissible general fund
 22 levy for transportation operating costs; minus
 23 (H) the amount of property taxes imposed by a school
 24 corporation that is attributable to the passage, after 1983, of a
 25 referendum for an excessive tax levy under IC 6-1.1-19,
 26 including any increases in these property taxes that are
 27 attributable to the adjustment set forth in ~~IC 6-1.1-19-1.5(a)~~
 28 ~~STEP ONE~~ or any other law; minus
 29 (I) for each township in the county, the lesser of:
 30 (i) the sum of the amount determined in IC 6-1.1-18.5-19(a)
 31 ~~STEP THREE~~ or IC 6-1.1-18.5-19(b) ~~STEP THREE~~,
 32 whichever is applicable, plus the part, if any, of the
 33 township's ad valorem property tax levy for calendar year
 34 1989 that represents increases in that levy that resulted from
 35 an appeal described in IC 6-1.1-18.5-13(5) filed after
 36 December 31, 1982; or
 37 (ii) the amount of property taxes imposed in the township for
 38 the stated assessment year under the authority of

- 1 IC 36-8-13-4; minus
- 2 (J) for each participating unit in a fire protection territory
- 3 established under IC 36-8-19-1, the amount of property taxes
- 4 levied by each participating unit under IC 36-8-19-8 and
- 5 IC 36-8-19-8.5 less the maximum levy limit for each of the
- 6 participating units that would have otherwise been available
- 7 for fire protection services under IC 6-1.1-18.5-3 and
- 8 IC 6-1.1-18.5-19 for that same year; minus
- 9 ~~(K)~~ for each county, the sum of:
- 10 (i) the amount of property taxes imposed in the county for
- 11 the repayment of loans under IC ~~12-19-5-6~~ that is included
- 12 in the amount determined under IC ~~12-19-7-4(a)~~ STEP
- 13 SEVEN for property taxes payable in 1995; or for property
- 14 taxes payable in each year after 1995; the amount
- 15 determined under IC ~~12-19-7-4(b)~~; and
- 16 (ii) the amount of property taxes imposed in the county
- 17 attributable to appeals granted under IC ~~6-1.1-18.6-3~~ that is
- 18 included in the amount determined under IC ~~12-19-7-4(a)~~
- 19 STEP SEVEN for property taxes payable in 1995; or the
- 20 amount determined under IC ~~12-19-7-4(b)~~ for property taxes
- 21 payable in each year after 1995; plus
- 22 (2) all taxes to be paid in the county in respect to mobile home
- 23 assessments currently assessed for the year in which the taxes
- 24 stated in the abstract are to be paid; plus
- 25 (3) the amounts, if any, of county adjusted gross income taxes that
- 26 were applied by the taxing units in the county as property tax
- 27 replacement credits to reduce the individual levies of the taxing
- 28 units for the assessment year, as provided in IC 6-3.5-1.1; plus
- 29 (4) the amounts, if any, by which the maximum permissible ad
- 30 valorem property tax levies of the taxing units of the county were
- 31 reduced under IC 6-1.1-18.5-3(b) STEP EIGHT for the stated
- 32 assessment year; plus
- 33 (5) the difference between:
- 34 (A) the amount determined in IC 6-1.1-18.5-3(e) STEP FOUR;
- 35 minus
- 36 (B) the amount the civil taxing units' levies were increased
- 37 because of the reduction in the civil taxing units' base year
- 38 certified shares under IC 6-1.1-18.5-3(e).

1 (h) "December settlement sheet" means the certificate of settlement
 2 filed by the county auditor with the auditor of state, as required under
 3 IC 6-1.1-27-3.

4 (i) "Tax duplicate" means the roll of property taxes which each
 5 county auditor is required to prepare on or before March 1 of each year
 6 under IC 6-1.1-22-3.

7 SECTION 64. IC 6-1.1-29-9 IS AMENDED TO READ AS
 8 FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 9. (a) A county
 9 council may adopt an ordinance to abolish the county board of tax
 10 adjustment. This ordinance must be adopted by July 1 and may not be
 11 rescinded in the year it is adopted. Notwithstanding IC 6-1.1-17,
 12 IC 6-1.1-18, IC 6-1.1-19, ~~IC 12-19-3~~, ~~IC 12-19-7~~, IC 21-2-14,
 13 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,
 14 and IC 36-9-13, if such an ordinance is adopted, this section governs
 15 the treatment of tax rates, tax levies, and budgets that would otherwise
 16 be reviewed by a county board of tax adjustment under IC 6-1.1-17.

17 (b) The time requirements set forth in IC 6-1.1-17 govern all filings
 18 and notices.

19 (c) A tax rate, tax levy, or budget that otherwise would be reviewed
 20 by the county board of tax adjustment is considered and must be treated
 21 for all purposes as if the county board of tax adjustment approved the
 22 tax rate, tax levy, or budget. This includes the notice of tax rates that is
 23 required under IC 6-1.1-17-12.

24 SECTION 65. IC 6-3-1-3.5 IS AMENDED TO READ AS
 25 FOLLOWS [EFFECTIVE JANUARY 1, 1999 (RETROACTIVE)]:
 26 Sec. 3.5. When used in IC 6-3, the term "adjusted gross income" shall
 27 mean the following:

28 (a) In the case of all individuals, "adjusted gross income" (as
 29 defined in Section 62 of the Internal Revenue Code), modified as
 30 follows:

31 (1) Subtract income that is exempt from taxation under IC 6-3 by
 32 the Constitution and statutes of the United States.

33 (2) Add an amount equal to any deduction or deductions allowed
 34 or allowable pursuant to Section 62 of the Internal Revenue Code
 35 for taxes based on or measured by income and levied at the state
 36 level by any state of the United States or for taxes on property
 37 levied by any subdivision of any state of the United States.

38 (3) Subtract one thousand **five hundred** dollars ~~(\$1,000)~~;

1 **(\$1,500)**, or in the case of a joint return filed by a husband and
 2 wife, subtract for each spouse one thousand **five hundred** dollars
 3 ~~(\$1,000): (\$1,500).~~

4 (4) Subtract one thousand **five hundred** dollars ~~(\$1,000)~~ **(\$1,500)**
 5 for:

6 (A) each of the exemptions provided by Section 151(c) of the
 7 Internal Revenue Code;

8 (B) each additional amount allowable under Section 63(f) of
 9 the Internal Revenue Code; and

10 (C) the spouse of the taxpayer if a separate return is made by
 11 the taxpayer, and if the spouse, for the calendar year in which
 12 the taxable year of the taxpayer begins, has no gross income
 13 and is not the dependent of another taxpayer.

14 ~~(5) Subtract five hundred dollars (\$500) for each of the~~
 15 ~~exemptions allowed under Section 151(c)(1)(B) of the Internal~~
 16 ~~Revenue Code for taxable years beginning after December 31,~~
 17 ~~1996, and before January 1, 2001. This amount is in addition to~~
 18 ~~the amount subtracted under subdivision (4).~~

19 ~~(6)~~ **(5)** Subtract an amount equal to the lesser of:

20 (A) that part of the individual's adjusted gross income (as
 21 defined in Section 62 of the Internal Revenue Code) for that
 22 taxable year that is subject to a tax that is imposed by a
 23 political subdivision of another state and that is imposed on or
 24 measured by income; or

25 (B) two thousand dollars (\$2,000).

26 ~~(7)~~ **(6)** Add an amount equal to the total capital gain portion of a
 27 lump sum distribution (as defined in Section 402(e)(4)(D) of the
 28 Internal Revenue Code), if the lump sum distribution is received
 29 by the individual during the taxable year and if the capital gain
 30 portion of the distribution is taxed in the manner provided in
 31 Section 402 of the Internal Revenue Code.

32 ~~(8)~~ **(7)** Subtract any amounts included in federal adjusted gross
 33 income under Internal Revenue Code Section 111 as a recovery
 34 of items previously deducted as an itemized deduction from
 35 adjusted gross income.

36 ~~(9)~~ **(8)** Subtract any amounts included in federal adjusted gross
 37 income under the Internal Revenue Code which amounts were
 38 received by the individual as supplemental railroad retirement

- 1 annuities under 45 U.S.C. 231 and which are not deductible under
 2 subdivision (1).
- 3 ~~(+0)~~ **(9)** Add an amount equal to the deduction allowed under
 4 Section 221 of the Internal Revenue Code for married couples
 5 filing joint returns if the taxable year began before January 1,
 6 1987.
- 7 ~~(+1)~~ **(10)** Add an amount equal to the interest excluded from
 8 federal gross income by the individual for the taxable year under
 9 Section 128 of the Internal Revenue Code, if the taxable year
 10 began before January 1, 1985.
- 11 ~~(+2)~~ **(11)** Subtract an amount equal to the amount of federal
 12 Social Security and Railroad Retirement benefits included in a
 13 taxpayer's federal gross income by Section 86 of the Internal
 14 Revenue Code.
- 15 ~~(+3)~~ **(12)** In the case of a nonresident taxpayer or a resident
 16 taxpayer residing in Indiana for a period of less than the taxpayer's
 17 entire taxable year, the total amount of the deductions allowed
 18 pursuant to subdivisions (3), (4), **and** (5) ~~and~~ (6) shall be reduced
 19 to an amount which bears the same ratio to the total as the
 20 taxpayer's income taxable in Indiana bears to the taxpayer's total
 21 income.
- 22 ~~(+4)~~ **(13)** In the case of an individual who is a recipient of
 23 assistance under IC 12-10-6-1, IC 12-10-6-2, IC 12-10-6-3,
 24 IC 12-15-2-2, or IC 12-15-7, subtract an amount equal to that
 25 portion of the individual's adjusted gross income with respect to
 26 which the individual is not allowed under federal law to retain an
 27 amount to pay state and local income taxes.
- 28 (b) In the case of corporations, the same as "taxable income" (as
 29 defined in Section 63 of the Internal Revenue Code) adjusted as
 30 follows:
- 31 (1) Subtract income that is exempt from taxation under IC 6-3 by
 32 the Constitution and statutes of the United States.
- 33 (2) Add an amount equal to any deduction or deductions allowed
 34 or allowable pursuant to Section 170 of the Internal Revenue
 35 Code.
- 36 (3) Add an amount equal to any deduction or deductions allowed
 37 or allowable pursuant to Section 63 of the Internal Revenue Code
 38 for taxes based on or measured by income and levied at the state

1 level by any state of the United States or for taxes on property
2 levied by any subdivision of any state of the United States.

3 (4) Subtract an amount equal to the amount included in the
4 corporation's taxable income under Section 78 of the Internal
5 Revenue Code.

6 (c) In the case of trusts and estates, "taxable income" (as defined for
7 trusts and estates in Section 641(b) of the Internal Revenue Code)
8 reduced by income that is exempt from taxation under IC 6-3 by the
9 Constitution and statutes of the United States.

10 SECTION 66. IC 6-3.5-1.1-18 IS AMENDED TO READ AS
11 FOLLOWS [EFFECTIVE JANUARY 1, 1999 (RETROACTIVE)]:
12 Sec. 18. (a) Except as otherwise provided in this chapter, all provisions
13 of the adjusted gross income tax law (IC 6-3) concerning:

- 14 (1) definitions;
- 15 (2) declarations of estimated tax;
- 16 (3) filing of returns;
- 17 (4) remittances;
- 18 (5) incorporation of the provisions of the Internal Revenue Code;
- 19 (6) penalties and interest;
- 20 (7) exclusion of military pay credits for withholding; and
- 21 (8) exemptions and deductions;

22 apply to the imposition, collection, and administration of the tax
23 imposed by this chapter.

24 (b) The provisions of ~~IC 6-3-1-3.5(a)(6)~~, **IC 6-3-1-3.5(a)(5)**,
25 IC 6-3-3-3, IC 6-3-3-5, and IC 6-3-5-1 do not apply to the tax imposed
26 by this chapter.

27 (c) Notwithstanding subsections (a) and (b), each employer shall
28 report to the department the amount of withholdings attributable to
29 each county. This report shall be submitted annually along with the
30 employer's annual withholding report.

31 SECTION 67. IC 6-3.5-6-18.5 IS AMENDED TO READ AS
32 FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 18.5. (a) This
33 section applies to a county containing a consolidated city.

34 (b) Notwithstanding section 18(e) of this chapter, the distributive
35 shares that each civil taxing unit in a county containing a consolidated
36 city is entitled to receive during a month equals the following:

- 37 (1) For the calendar year beginning January 1, 1995, calculate the
38 total amount of revenues that are to be distributed as distributive

1 shares during that month multiplied by the following factor:

2	Center Township	.0251
3	Decatur Township	.00217
4	Franklin Township	.0023
5	Lawrence Township	.01177
6	Perry Township	.01130
7	Pike Township	.01865
8	Warren Township	.01359
9	Washington Township	.01346
10	Wayne Township	.01307
11	Lawrence-City	.00858
12	Beech Grove	.00845
13	Southport	.00025
14	Speedway	.00722
15	Indianapolis/Marion County	.86409

16 (2) Notwithstanding subdivision (1), for the calendar year
 17 beginning January 1, 1995, the distributive shares for each civil
 18 taxing unit in a county containing a consolidated city shall be not
 19 less than the following:

20	Center Township	\$1,898,145
21	Decatur Township	\$ 164,103
22	Franklin Township	\$ 173,934
23	Lawrence Township	\$ 890,086
24	Perry Township	\$ 854,544
25	Pike Township	\$1,410,375
26	Warren Township	\$1,027,721
27	Washington Township	\$1,017,890
28	Wayne Township	\$ 988,397
29	Lawrence-City	\$ 648,848
30	Beech Grove	\$ 639,017
31	Southport	\$ 18,906
32	Speedway	\$ 546,000

33 (3) For each year after 1995, calculate the total amount of
 34 revenues that are to be distributed as distributive shares during
 35 that month as follows:

36 STEP ONE: Determine the total amount of revenues that were
 37 distributed as distributive shares during that month in calendar
 38 year 1995.

- 1 STEP TWO: Determine the total amount of revenue that the
 2 department has certified as distributive shares for that month
 3 under section 17 of this chapter for the calendar year.
- 4 STEP THREE: Subtract the STEP ONE result from the STEP
 5 TWO result.
- 6 STEP FOUR: If the STEP THREE result is less than or equal
 7 to zero (0), multiply the STEP TWO result by the ratio
 8 established under subdivision (1).
- 9 STEP FIVE: Determine the ratio of:
- 10 (A) the maximum permissible property tax levy under
 11 IC 6-1.1-18.5 and ~~IC 6-1.1-18.6~~ for each civil taxing unit for
 12 the calendar year in which the month falls; divided by
- 13 (B) the sum of the maximum permissible property tax levies
 14 under IC 6-1.1-18.5 and ~~IC 6-1.1-18.6~~ for all civil taxing
 15 units of the county during the calendar year in which the
 16 month falls.
- 17 STEP SIX: If the STEP THREE result is greater than zero (0),
 18 the STEP ONE amount shall be distributed by multiplying the
 19 STEP ONE amount by the ratio established under subdivision
 20 (1).
- 21 STEP SEVEN: For each taxing unit determine the STEP FIVE
 22 ratio multiplied by the STEP TWO amount.
- 23 STEP EIGHT: For each civil taxing unit determine the
 24 difference between the STEP SEVEN amount minus the
 25 product of the STEP ONE amount multiplied by the ratio
 26 established under subdivision (1). The STEP THREE excess
 27 shall be distributed as provided in STEP NINE only to the civil
 28 taxing units that have a STEP EIGHT difference greater than
 29 or equal to zero (0).
- 30 STEP NINE: For the civil taxing units qualifying for a
 31 distribution under STEP EIGHT, each civil taxing unit's share
 32 equals the STEP THREE excess multiplied by the ratio of:
- 33 (A) the maximum permissible property tax levy under
 34 IC 6-1.1-18.5 and ~~IC 6-1.1-18.6~~ for the qualifying civil
 35 taxing unit during the calendar year in which the month
 36 falls; divided by
- 37 (B) the sum of the maximum permissible property tax levies
 38 under IC 6-1.1-18.5 and ~~IC 6-1.1-18.6~~ for all qualifying civil

1 taxing units of the county during the calendar year in which
2 the month falls.

3 SECTION 68. IC 6-3.5-6-22 IS AMENDED TO READ AS
4 FOLLOWS [EFFECTIVE JANUARY 1, 1999 (RETROACTIVE)]:
5 Sec. 22. (a) Except as otherwise provided in subsection (b) and the
6 other provisions of this chapter, all provisions of the adjusted gross
7 income tax law (IC 6-3) concerning:

- 8 (1) definitions;
- 9 (2) declarations of estimated tax;
- 10 (3) filing of returns;
- 11 (4) deductions or exemptions from adjusted gross income;
- 12 (5) remittances;
- 13 (6) incorporation of the provisions of the Internal Revenue Code;
- 14 (7) penalties and interest; and
- 15 (8) exclusion of military pay credits for withholding;

16 apply to the imposition, collection, and administration of the tax
17 imposed by this chapter.

18 (b) The provisions of ~~IC 6-3-1-3.5(a)(6)~~, **IC 6-3-1-3.5(a)(5)**,
19 IC 6-3-3-3, IC 6-3-3-5, and IC 6-3-5-1 do not apply to the tax imposed
20 by this chapter.

21 (c) Notwithstanding subsections (a) and (b), each employer shall
22 report to the department the amount of withholdings attributable to
23 each county. This report shall be submitted along with the employer's
24 other withholding report.

25 SECTION 69. IC 6-3.5-7-18 IS AMENDED TO READ AS
26 FOLLOWS [EFFECTIVE JANUARY 1, 1999 (RETROACTIVE)]:
27 Sec. 18. (a) Except as otherwise provided in this chapter, all provisions
28 of the adjusted gross income tax law (IC 6-3) concerning:

- 29 (1) definitions;
- 30 (2) declarations of estimated tax;
- 31 (3) filing of returns;
- 32 (4) remittances;
- 33 (5) incorporation of the provisions of the Internal Revenue Code;
- 34 (6) penalties and interest;
- 35 (7) exclusion of military pay credits for withholding; and
- 36 (8) exemptions and deductions;

37 apply to the imposition, collection, and administration of the tax
38 imposed by this chapter.

1 (b) The provisions of ~~IC 6-3-1-3.5(a)(6)~~, **IC 6-3-1-3.5(a)(5)**,
 2 IC 6-3-3-3, IC 6-3-3-5, and IC 6-3-5-1 do not apply to the tax imposed
 3 by this chapter.

4 (c) Notwithstanding subsections (a) and (b), each employer shall
 5 report to the department the amount of withholdings attributable to
 6 each county. This report shall be submitted annually along with the
 7 employer's annual withholding report.

8 SECTION 70. IC 6-5.5-8-2 IS AMENDED TO READ AS
 9 FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 2. (a) On or
 10 before February 1, May 1, August 1, and December 1 of each year the
 11 auditor of state shall transfer to each county auditor for distribution to
 12 the taxing units (as defined in IC 6-1.1-1-21) in the county, an amount
 13 equal to one-fourth (1/4) of the sum of the guaranteed amounts for all
 14 the taxing units of the county. On or before August 1 of each year the
 15 auditor of state shall transfer to each county auditor the supplemental
 16 distribution for the county for the year. **For purposes of determining**
 17 **distributions under subsection (b), the state board of tax**
 18 **commissioners shall determine a state welfare allocation for each**
 19 **county calculated as follows:**

20 (1) For 2000, the state welfare allocation for each county
 21 equals the greater of zero (0) or the difference between:

22 (A) the amount that would be distributed to the taxing unit
 23 that is a county under subsection (b), if the property tax
 24 levies for the county's county welfare fund, county welfare
 25 administration fund, and county family and children's
 26 fund that were calculated for 2000 but not imposed
 27 because of the repeal of IC 12-19-3, IC 12-19-4, and
 28 IC 12-19-7-4 are considered in determining the county
 29 unit's distribution; minus

30 (B) the amount that would be distributed to the taxing unit
 31 that is a county under subsection (b) if the property tax
 32 levies for the county's county welfare fund, county welfare
 33 administration fund, and county family and children's
 34 fund that were calculated for 2000 but not imposed
 35 because of the repeal of IC 12-19-3, IC 12-19-4, and
 36 IC 12-19-7-4 are not considered in determining the county
 37 unit's distribution.

38 (2) For 2001 and each year thereafter, the state welfare

1 **allocation for each county equals the greater of zero (0) or the**
 2 **amount determined under the following formula:**

3 **STEP ONE: For 1997, 1998, and 1999, determine the result**
 4 **of:**

5 **(A) the property taxes collected by the county in the year**
 6 **for the county's county welfare fund, county welfare**
 7 **administration fund, and county family and children's**
 8 **fund; divided by**

9 **(B) the total property taxes collected by all the taxing**
 10 **units in the county in the year.**

11 **STEP TWO: Determine the sum of the results determined**
 12 **in STEP ONE.**

13 **STEP THREE: Divide the STEP TWO result by three (3).**

14 **STEP FOUR: Determine the amount that would otherwise**
 15 **be distributed to all the taxing units in the county under**
 16 **subsection (b) without regard to this subdivision.**

17 **STEP FIVE: Determine the result of:**

18 **(A) the STEP FOUR amount; multiplied by**

19 **(B) the STEP THREE result.**

20 **The state welfare allocation shall be deducted from the**
 21 **distributions otherwise payable under subsection (b) to the taxing**
 22 **unit that is a county and shall be deposited in the state general**
 23 **fund.**

24 (b) A taxing unit's guaranteed distribution for a year is the greater
 25 of zero (0) or an amount equal to:

26 (1) the amount received by the taxing unit under IC 6-5-10 and
 27 IC 6-5-11 in 1989; minus

28 (2) the amount to be received by the taxing unit in the year of the
 29 distribution, as determined by the state board of tax
 30 commissioners, from property taxes attributable to the personal
 31 property of banks, exclusive of the property taxes attributable to
 32 personal property leased by banks as the lessor where the
 33 possession of the personal property is transferred to the lessee;
 34 **minus**

35 **(3) in the case of a taxing unit that is a county, the amount**
 36 **that would have been received by the taxing unit in the year**
 37 **of the distribution, as determined by the state board of tax**
 38 **commissioners, from property taxes that:**

1 (A) were calculated for the county's county welfare fund,
 2 county welfare administration fund, and county family and
 3 children's fund for 2000 but were not imposed because of
 4 the repeal of IC 12-19-3, IC 12-19-4, and IC 12-19-7-4; and
 5 (B) would have been attributable to the personal property
 6 of banks, exclusive of the property taxes attributable to
 7 personal property leased by banks as the lessor where the
 8 possession of the personal property is transferred to the
 9 lessee.

10 (c) The amount of the supplemental distribution for a county for a
 11 year shall be determined using the following formula:

12 STEP ONE: Determine the greater of zero (0) or the difference
 13 between:

14 (A) one-half (1/2) of the taxes that the department estimates
 15 will be paid under this article during the year; minus

16 (B) the sum of all the guaranteed distributions, **before the**
 17 **subtraction of all state welfare allocations under**
 18 **subsection (a)**, for all taxing units in all counties plus the bank
 19 personal property taxes to be received by all taxing units in all
 20 counties, as determined under subsection (b)(2) for the year.

21 STEP TWO: Determine the quotient of:

22 (A) the amount received under IC 6-5-10 and IC 6-5-11 in
 23 1989 by all taxing units in the county; divided by

24 (B) the sum of the amounts received under IC 6-5-10 and
 25 IC 6-5-11 in 1989 by all taxing units in all counties.

26 STEP THREE: Determine the product of:

27 (A) the amount determined in STEP ONE; multiplied by

28 (B) the amount determined in STEP TWO.

29 STEP FOUR: Determine the greater of zero (0) or the difference
 30 between:

31 (A) the amount of supplemental distribution determined in
 32 STEP THREE for the county; minus

33 (B) the amount of refunds granted under IC 6-5-10-7 that have
 34 yet to be reimbursed to the state by the county treasurer under
 35 IC 6-5-10-13.

36 For the supplemental distribution made on or before August 1 of each
 37 year, the department shall adjust the amount of each county's
 38 supplemental distribution to reflect the actual taxes paid under this

1 article for the preceding year.

2 (d) **Except as provided in subsection (f)**, the amount of the
3 supplemental distribution for each taxing unit shall be determined
4 using the following formula:

5 STEP ONE: Determine the quotient of:

6 (A) the amount received by the taxing unit under IC 6-5-10
7 and IC 6-5-11 in 1989; divided by

8 (B) the sum of the amounts used in STEP ONE (A) for all
9 taxing units located in the county.

10 STEP TWO: Determine the product of:

11 (A) the amount determined in STEP ONE; multiplied by

12 (B) the supplemental distribution for the county, as determined
13 in subsection (c), STEP FOUR.

14 (e) The county auditor shall distribute the guaranteed and
15 supplemental distributions received under subsection (a) to the taxing
16 units in the county at the same time that the county auditor makes the
17 semiannual distribution of real property taxes to the taxing units.

18 (f) **The amount of a supplemental distribution paid to a taxing
19 unit that is a county shall be reduced by an amount equal to:**

20 **(1) the amount the county would receive under subsection (d)
21 without regard to this subsection; minus**

22 **(2) an amount equal to:**

23 **(A) the amount under subdivision (1); multiplied by**

24 **(B) the result determined as follows:**

25 **(i) For 2000, determine the sum of the property tax levies
26 for the county's county welfare fund, county welfare
27 administration fund, and county family and children's
28 fund that were calculated for 2000 but were not imposed
29 because of the repeal of IC 12-19-3, IC 12-19-4, and
30 IC 12-19-7-4. Divide that sum by the sum of the total
31 property taxes that were imposed by the county for 2000
32 plus the sum of the property tax levies for the county's
33 county welfare fund, county welfare administration
34 fund, and county family and children's fund that were
35 calculated for 2000 but were not imposed because of the
36 repeal of IC 12-19-3, IC 12-19-4, and IC 12-19-7-4.**

37 **(ii) For 2001 and each year thereafter, determine the
38 result of the property taxes collected by the county in**

1 **1997, 1998, and 1999 for the county's county welfare**
 2 **fund, county welfare administration fund, and county**
 3 **family and children's fund, divided by the total property**
 4 **taxes collected by all the taxing units in the county in the**
 5 **year. Divide that sum by three (3).**

6 SECTION 71. IC 6-6-5-10 IS AMENDED TO READ AS
 7 FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 10. (a) The
 8 bureau shall establish procedures necessary for the collection of the tax
 9 imposed by this chapter and for the proper accounting for the same.
 10 The necessary forms and records shall be subject to approval by the
 11 state board of accounts.

12 (b) The county treasurer upon receiving the excise tax collections
 13 shall receipt such collections into a separate account for settlement
 14 thereof at the same time as property taxes are accounted for and settled
 15 in June and December of each year, with the right and duty of the
 16 treasurer and auditor to make advances prior to the time of final
 17 settlement of such property taxes in the same manner as provided in
 18 IC 5-13-6-3.

19 (c) The county auditor shall determine the total amount of excise
 20 taxes collected for each taxing unit in the county and the amount so
 21 collected **(and the distributions received under section 9.5 of this**
 22 **chapter)** shall be apportioned and distributed among the respective
 23 funds of each taxing unit in the same manner and at the same time as
 24 property taxes are apportioned and distributed. **However, the**
 25 **following apply for purposes of determining distributions under**
 26 **this section:**

27 **(1) For 2000, the state board of tax commissioners shall**
 28 **determine the distribution that would be made to the**
 29 **respective funds of each taxing unit in the county if the**
 30 **property tax levies for the county's county welfare fund,**
 31 **county welfare administration fund, and county family and**
 32 **children's fund that were calculated for 2000 but not imposed**
 33 **because of the repeal of IC 12-19-3, IC 12-19-4, and**
 34 **IC 12-19-7-4 are considered to have been distributed as**
 35 **property taxes. The state board of tax commissioners shall for**
 36 **2000 determine a state welfare allocation for each county that**
 37 **equals the amount of excise tax that would otherwise be**
 38 **distributed to the county under this section based on the**

1 property tax levies for the county's county welfare fund,
2 county welfare administration fund, and county family and
3 children's fund that were calculated for 2000 but were not
4 imposed because of the repeal of IC 12-19-3, IC 12-19-4, and
5 IC 12-19-7-4. The state welfare allocation shall be deducted
6 from the distributions otherwise payable to the civil taxing
7 unit that is a county. The county auditor shall remit the state
8 welfare allocation to the treasurer of state for deposit in the
9 state general fund.

10 (2) For 2001 and each year thereafter, the state welfare
11 allocation for each county equals the greater of zero (0) or the
12 amount determined under STEP FIVE of the following
13 STEPS:

14 STEP ONE: For 1997, 1998, and 1999, determine the result
15 of:

16 (i) the property taxes collected by the county in the year
17 for the county's county welfare fund, county welfare
18 administration fund, and county family and children's
19 fund; divided by

20 (ii) the total property taxes collected by all the taxing
21 units in the county in the year.

22 STEP TWO: Determine the sum of the results determined
23 in STEP ONE.

24 STEP THREE: Divide the STEP TWO result by three (3).

25 STEP FOUR: Determine the amount that would otherwise
26 be distributed to all the taxing units in the county under
27 this subsection without regard to this subdivision.

28 STEP FIVE: Determine the result of:

29 (i) the STEP FOUR amount; multiplied by

30 (ii) the STEP THREE result.

31 The state welfare allocation shall be deducted from the total
32 amount available for apportionment and distribution to
33 taxing units under this section before any apportionment and
34 distribution is made. The county auditor shall remit the state
35 welfare allocation to the treasurer of state for deposit in the
36 state general fund.

37 (d) Such determination shall be made from copies of vehicle
38 registration forms furnished by the bureau of motor vehicles. Prior to

1 such determination, the county assessor of each county shall, from
2 copies of registration forms, cause information pertaining to legal
3 residence of persons owning taxable vehicles to be verified from his
4 records, to the extent such verification can be so made. He shall further
5 identify and verify from his records the several taxing units within
6 which such persons reside.

7 (e) Such verifications shall be done by not later than thirty (30) days
8 after receipt of vehicle registration forms by the county assessor, and
9 the assessor shall certify such information to the county auditor for his
10 use as soon as it is checked and completed.

11 SECTION 72. IC 12-7-2-91 IS AMENDED TO READ AS
12 FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 91. "Fund" means
13 the following:

14 (1) For purposes of IC 12-12-1-9, the fund described in
15 IC 12-12-1-9.

16 (2) For purposes of IC 12-13-8, the meaning set forth in
17 IC 12-13-8-1.

18 (3) For purposes of IC 12-15-20, the meaning set forth in
19 IC 12-15-20-1.

20 (4) For purposes of IC 12-17-12, the meaning set forth in
21 IC 12-17-12-4.

22 (5) For purposes of IC 12-18-4, the meaning set forth in
23 IC 12-18-4-1.

24 (6) For purposes of IC 12-18-5, the meaning set forth in
25 IC 12-18-5-1.

26 ~~(7) For purposes of IC 12-19-3, the meaning set forth in~~
27 ~~IC 12-19-3-1.~~

28 ~~(8) For purposes of IC 12-19-4, the meaning set forth in~~
29 ~~IC 12-19-4-1.~~

30 ~~(9)~~ (7) For purposes of IC 12-19-7, the meaning set forth in
31 IC 12-19-7-2.

32 ~~(10)~~ (8) For purposes of IC 12-23-2, the meaning set forth in
33 IC 12-23-2-1.

34 ~~(11)~~ (9) For purposes of IC 12-24-6, the meaning set forth in
35 IC 12-24-6-1.

36 ~~(12)~~ (10) For purposes of IC 12-24-14, the meaning set forth in
37 IC 12-24-14-1.

38 ~~(13)~~ (11) For purposes of IC 12-30-7, the meaning set forth in

1 IC 12-30-7-3.

2 SECTION 73. IC 12-13-7-17 IS AMENDED TO READ AS
3 FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 17. The part of
4 the care and maintenance of the inmates of the Plainfield Juvenile
5 Correctional Facility and the Indianapolis Juvenile Correctional
6 Facility that under law is to be charged back to the counties shall be
7 paid from the county general fund ~~and not the county welfare fund or~~
8 ~~the county family and children's fund~~; unless otherwise provided by
9 law.

10 SECTION 74. IC 12-19-1-21 IS ADDED TO THE INDIANA
11 CODE AS A NEW SECTION TO READ AS FOLLOWS
12 [EFFECTIVE JANUARY 1, 2000]: **Sec. 21. Notwithstanding any**
13 **other law, after December 31, 1999, a county may not impose any**
14 **of the following:**

- 15 (1) **A property tax levy for a county welfare fund.**
16 (2) **A property tax levy for a county welfare administration**
17 **fund.**
18 (3) **A property tax levy for a county family and children's**
19 **fund.**

20 SECTION 75. IC 12-19-1-22 IS ADDED TO THE INDIANA
21 CODE AS A NEW SECTION TO READ AS FOLLOWS
22 [EFFECTIVE JANUARY 1, 2000]: **Sec. 22. (a) All bonds issued and**
23 **loans made under IC 12-1-11 (before its repeal) or this article**
24 **before January 1, 2000:**

- 25 (1) **are direct general obligations of the county issuing the**
26 **bonds or making the loans; and**
27 (2) **are payable out of unlimited ad valorem taxes that shall be**
28 **levied and collected on all taxable property within the county.**

29 (b) **Each official and body responsible for the levying of taxes**
30 **for the county must ensure that sufficient levies are made to meet**
31 **the principal and interest on the bonds and loans at the time fixed**
32 **for the payment of the principal and interest, without regard to**
33 **any other statute. If an official or a body fails or refuses to make or**
34 **allow a sufficient levy required by this section, the bonds and loans**
35 **and the interest on the bonds and loans shall be payable out of the**
36 **county general fund without appropriation.**

37 SECTION 76. IC 12-19-7-3 IS AMENDED TO READ AS
38 FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 3. (a) A family

1 and children's fund is established in each county. ~~The fund shall be~~
2 raised by a separate tax levy (the county family and children property
3 tax levy) that:

- 4 ~~(1)~~ is in addition to all other tax levies authorized; and
- 5 ~~(2)~~ shall be levied annually by the county fiscal body on all
6 taxable property in the county in the amount necessary to raise the
7 part of the fund that the county must raise to pay the items;
8 awards, claims, allowances, assistance, and other expenses set
9 forth in the annual budget under section 6 of this chapter.

10 (b) ~~The tax imposed under this section shall be collected as other~~
11 ~~state and county ad valorem taxes are collected. Notwithstanding any~~
12 ~~other law, after December 31, 1999, a county may not impose a~~
13 ~~property tax levy for the family and children's fund.~~

14 (c) The following shall be paid into the county treasury and
15 constitute the family and children's fund:

- 16 ~~(1)~~ All receipts from the tax imposed under this section.
- 17 ~~(2)~~ (1) All ~~grants-in-aid; money allocated by the division to the~~
18 ~~county~~ whether received from the federal government or state
19 government.
- 20 ~~(3)~~ (2) Any other money required by law to be placed in the fund.

21 (d) The fund is available for the purpose of paying expenses and
22 obligations set forth in the annual budget that is submitted and
23 approved.

24 SECTION 78. THE FOLLOWING ARE REPEALED [EFFECTIVE
25 JANUARY 1, 2000]: IC 6-1.1-18.6; IC 6-1.1-17-18; IC 6-3-2.5-1;
26 IC 6-3-2.5-10; IC 12-13-9-4; IC 12-19-3; IC 12-19-4; IC 12-19-5;
27 IC 12-19-7-4; IC 12-19-7-5; IC 12-19-7-9; IC 12-19-7-10;
28 IC 12-19-7-16; IC 12-19-7-17; IC 12-19-7-18; IC 12-19-7-19;
29 IC 12-19-7-20; IC 12-19-7-21; IC 12-19-7-22; IC 12-19-7-23;
30 IC 12-19-7-24; IC 12-19-7-25; IC 12-19-7-26; IC 12-19-7-27;
31 IC 12-19-7-28; IC 12-19-7-29; IC 12-19-7-30; IC 12-19-7-31;
32 IC 12-19-7-32; IC 12-19-7-33.

33 SECTION 79. [EFFECTIVE JULY 1, 1999] (a) **Notwithstanding**
34 **the January 1, 2000, amendment of IC 12-19-7 by this act, each**
35 **county:**

- 36 (1) shall in 1999 adopt a county family and children's budget
37 for 2000;
- 38 (2) shall in 1999 determine the property tax levy under

1 **IC 12-19-7 that would have been imposed in 2000 if those**
2 **provisions had not been repealed by this act;**

3 **(3) is responsible in 2000 for providing all family and**
4 **children's services, programs, and activities that were funded**
5 **in 1999 from the county family and children's fund (or from**
6 **the county general fund if the county paid for family and**
7 **children's services, programs, and activities from the county**
8 **general fund in 1999); and**

9 **(4) is entitled to a reimbursement under this SECTION for**
10 **expenses incurred in providing the services, programs, and**
11 **activities described in subdivision (3).**

12 **(b) Notwithstanding any other law, after December 31, 1999, a**
13 **county may not impose any of the following:**

14 **(1) A property tax levy for a county welfare fund.**

15 **(2) A property tax levy for a county welfare administration**
16 **fund.**

17 **(3) A property tax levy for a county family and children's**
18 **fund.**

19 **(c) Before January 1, 2000, the board of tax commissioners shall**
20 **for each county certify to the budget agency an estimate of the**
21 **gross tax levy that would have been imposed in 2000 in the county**
22 **under IC 12-19-7 if that provision had not been amended by this**
23 **act. This amount is the county's estimated welfare property tax**
24 **replacement distribution. The estimate under this subsection shall**
25 **be made without regard to any homestead credits or property tax**
26 **replacement credits that will applied to property taxes in the**
27 **county in 2000.**

28 **(d) Before January 15, 2000, the auditor of state shall distribute**
29 **to each county treasurer from the state general fund one-fourth**
30 **(1/4) of the estimated welfare property tax replacement**
31 **distribution for 2000 for that county. Before March 1, 2000, the**
32 **state board of tax commissioners shall for each county certify to**
33 **the budget agency a revised estimate of the tax levy that would**
34 **have been collected in 2000 in the county under IC 12-19-7 if that**
35 **provision had not been amended by this act. Before April 1, 2000,**
36 **the auditor of state shall distribute to each county treasurer from**
37 **the state general fund an amount equal to one-fourth (1/4) of the**
38 **revised estimated welfare property tax replacement distribution**

- 1 for 2000 for that county adjusted as follows:
- 2 (1) If the difference between:
- 3 (A) the distribution made under this subsection to the
- 4 county in January, 2000; minus
- 5 (B) one-fourth (1/4) of the revised estimated welfare
- 6 property tax replacement distribution for 2000 for that
- 7 county;
- 8 is positive, the auditor of state shall subtract the amount
- 9 determined under this subdivision from the county's
- 10 distribution.
- 11 (2) If the difference between:
- 12 (A) the distribution made under this subsection to the
- 13 county in January, 2000; minus
- 14 (B) one-fourth (1/4) of the revised estimated welfare
- 15 property tax replacement distribution for 2000 for that
- 16 county;
- 17 is negative, the auditor of state shall add an amount equal to
- 18 the absolute value of the amount determined under this
- 19 subdivision to the county's distribution.
- 20 On July 1, 2000, and October 1, 2000, the auditor of state shall
- 21 distribute to each county treasurer from the state general fund
- 22 one-fourth (1/4) of the revised estimated welfare property tax
- 23 replacement distribution for 2000 for that county.
- 24 (e) All distributions provided for in this SECTION shall be
- 25 made on warrants issued by the auditor of state drawn on the
- 26 treasurer of state.
- 27 (f) The amounts necessary to make the distributions of welfare
- 28 property tax replacement credits required by this SECTION are
- 29 appropriated from the state general fund.
- 30 (g) This SECTION expires January 1, 2002.
- 31 Page 56, between lines 20 and 21, begin a new line and insert:
- 32 "(g) There is annually appropriated to the division of family and
- 33 children an amount sufficient to fulfill the requirements of this
- 34 SECTION.
- 35 (h) Fund balances within each county's county welfare fund,
- 36 county welfare administration fund, and county family and
- 37 children's fund are available to the division of family and children
- 38 beginning January 1, 2000, for use in fulfilling the requirements of

1 **this SECTION.**

2 **(i) With the approval of the state budget agency, any balance of**
 3 **unexpended funds appropriated to the division on July 1, 1999 does**
 4 **not revert at the end of FY 1999-2000 and is available to the**
 5 **division for expenditure in FY 2000-2001."**

6 Line 21, delete "(g)" and insert "(j)".

7 SECTION 80. [EFFECTIVE JULY 1, 1999] **(a) The state board of**
 8 **tax commissioners shall adjust each county's maximum permissible**
 9 **property tax levy under IC 6-1.1-18.5 for property taxes payable**
 10 **in 2000 and thereafter to reflect the repeal of IC 12-19-4 by this**
 11 **act. The state board of tax commissioners shall decrease each**
 12 **county's maximum permissible property tax levy under**
 13 **IC 6-1.1-18.5 by the amount of property taxes imposed in the**
 14 **county under IC 12-19-4 in 1999. For each county that paid for**
 15 **family and children's services, programs, and activities from the**
 16 **county general fund in 1999, the state board of tax commissioners**
 17 **shall also decrease the county's maximum permissible property tax**
 18 **levy under IC 6-1.1-18.5 for property taxes payable in 2000 by the**
 19 **amount of property taxes imposed in 1999 in the county for the**
 20 **general fund to pay for family and children's services, programs,**
 21 **and activities.**

22 **(b) This SECTION expires January 1, 2001.**

23 SECTION 81. [EFFECTIVE JANUARY 1, 1999
 24 (RETROACTIVE)]: **IC 6-3-1-3.5, as amended by this act, applies to**
 25 **taxable years beginning after December 31, 1998.**

26 SECTION 81. [EFFECTIVE JULY 1, 1999] **IC 6-1.1-18.5-2, as**
 27 **amended by this act, applies to maximum property tax levies after**
 28 **1999.**

29 SECTION 82. IC 6-1.1-19-1.5 IS AMENDED TO READ AS
 30 FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 1.5. (a) The
 31 following definitions apply throughout this section and IC 21-3-1.7:

32 (1) "Adjusted general fund property tax rate" means the school
 33 corporation's actual rate adjusted by the school corporation's
 34 assessment ratio as determined by the state board of tax
 35 commissioners.

36 (2) "Previous year adjusted general fund property tax rate" means
 37 a school corporation's previous year adjusted general fund
 38 property tax rate as determined under this section but after the

1 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):

3 **"Adjustment factor" means the adjustment factor determined**
4 **by the state board of tax commissioners for a school**
5 **corporation under IC 6-1.1-34.**

6 **(2) "Adjusted target property tax rate" means:**

7 (A) the school corporation's target general fund property
8 tax rate determined under IC 21-3-1.7-6.8; multiplied by

9 (B) the school corporation's adjustment factor.

10 **(3) "Previous year property tax rate" means the school**
11 **corporation's previous year general fund property tax rate**
12 **after the reductions cited in IC 21-3-1.7-5(1), IC 21-3-1.7-5(2),**
13 **and IC 21-3-1.7-5(3).**

14 (b) Except as otherwise provided in this chapter, a school
15 corporation may not, for an ensuing calendar year, impose a general
16 fund ad valorem property tax levy which exceeds the following:

17 **STEP ONE:** Determine the school corporation's target general
18 fund property tax rate under IC 21-3-1.7-6.8:

19 **STEP TWO:** Subtract the school corporation's previous year
20 general fund property tax rate before the assessment ratio
21 adjustment but after the reductions cited in IC 21-3-1.7-5(1);
22 IC 21-3-1.7-5(2); and IC 21-3-1.7-5(3) from the school
23 corporation's target general fund property tax rate determined
24 under **STEP ONE**:

25 **STEP THREE:** Determine the levy resulting from the school
26 corporation's previous year adjusted general fund property tax
27 rate:

28 (A) plus the lesser of:

29 (i) in 1998 only; the **STEP TWO** result divided by two (2);

30 (ii) the **STEP TWO** result; or

31 (iii) fifteen cents (\$0.15);

32 if the school corporation's previous year general fund property
33 tax rate before the assessment ratio adjustment but after the
34 reductions cited in IC 21-3-1.7-5(1), IC 21-3-1.7-5(2), and
35 IC 21-3-1.7-5(3) is not more than the school corporation's
36 target general fund property tax rate determined under **STEP**
37 **ONE**; or

38 (B) minus the lesser of:

- 1 (i) the absolute value of the STEP TWO result; or
- 2 (ii) twenty-five cents (\$0.25);
- 3 if the school corporation's previous year general fund property
- 4 tax rate before the assessment ratio adjustment but after the
- 5 reductions cited in IC 21-3-1.7-5(1), IC 21-3-1.7-5(2), and
- 6 IC 21-3-1.7-5(3) exceeds the school corporation's target
- 7 general fund property tax rate determined under STEP ONE.

8 **STEP FOUR: Determine the sum of:**

- 9 (A) the STEP THREE amount; plus
- 10 (B) an amount equal to the annual decrease in federal aid to
- 11 impacted areas from the year preceding the ensuing calendar
- 12 year by three (3) years to the year preceding the ensuing
- 13 calendar year by two (2) years.

14 **STEP ONE: Determine the result of:**

- 15 (A) the school corporation's adjusted target property tax
- 16 rate; minus
- 17 (B) the school corporation's previous year property tax
- 18 rate.

19 **STEP TWO: Determine the result of:**

- 20 (A) the school corporation's target general fund property
- 21 tax rate determined under IC 21-3-1.7-6.8; multiplied by
- 22 (B) the quotient resulting from:
 - 23 (i) the absolute value of the result of the school
 - 24 corporation's adjustment factor minus one (1); divided
 - 25 by
 - 26 (ii) two (2).

27 **STEP THREE: If the school corporation's adjusted target**
28 **property tax rate:**

- 29 (A) exceeds the school corporation's previous year
- 30 property tax rate, perform the calculation under STEP
- 31 FOUR and not under STEP FIVE;
- 32 (B) is less than the school corporation's previous year
- 33 property tax rate, perform the calculation under STEP
- 34 FIVE and not under STEP FOUR; or
- 35 (C) equals the school corporation's previous year property
- 36 tax rate, determine the levy resulting from using the school
- 37 corporation's adjusted target property tax rate and do not
- 38 perform the calculation under STEP FOUR or STEP

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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 (1) review of an assessment under IC 6-1.1-8, IC 6-1.1-13,
2 IC 6-1.1-14, or IC 6-1.1-15;

3 (2) petition for a correction of error under IC 6-1.1-15-12; or

4 (3) petition for refund under IC 6-1.1-26.

5 (f) All tax rates shall be computed by rounding the rate to the
6 nearest one-hundredth of a cent (\$0.0001). **All tax levies shall be
7 computed by rounding the levy to the nearest dollar amount.**

8 SECTION 83. IC 6-1.1-34-6 IS AMENDED TO READ AS
9 FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 6. (a) After the state
10 board of tax commissioners calculates a new assessment ratio for a
11 school corporation and before publishing the new ratio, the board shall
12 send a notice of the new assessment ratio to the county auditor, the
13 county assessor, and the governing body of the school corporation. The
14 state board of tax commissioners shall send these notices ~~on or~~ before
15 ~~the second Tuesday in May~~ **March 2** of each year in which the board
16 calculates a new assessment ratio for the school corporation.

17 (b) Within thirty (30) days after notification of a new assessment
18 ratio, the county auditor, the county assessor, or the governing body of
19 the school corporation may:

20 (1) examine and verify the state board of tax commissioners' data;
21 and

22 (2) make suggestions concerning the values established by the
23 board.

24 **(c) Before April 15 of each year in which the board calculates a
25 new assessment ratio for the school corporation, the state board of
26 tax commissioners shall publish the new assessment ratio.**

27 SECTION 84. IC 6-1.1-34-7 IS AMENDED TO READ AS
28 FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 7. Each year in which
29 the state board of tax commissioners computes a new assessment ratio
30 for a school corporation, the board shall also compute a new
31 adjustment factor for the school corporation. If the school corporation's
32 assessment ratio for a year is more than ninety-nine percent (99%) but
33 less than one hundred one percent (101%) of the state average
34 assessment ratio for that year, the school corporation's adjustment
35 factor is the number one (1). In all other cases, the school corporation's
36 adjustment factor equals (1) the state average assessment ratio for a
37 year, divided by (2) the school corporation's assessment ratio for that
38 year. The state board of tax commissioners shall notify the school

1 corporation of its new adjustment factor ~~on or before July 1st~~ **March**
 2 **2** of the year in which the board calculates the new adjustment factor.

3 SECTION 85. IC 21-3-1.7-5 IS AMENDED TO READ AS
 4 FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 5. As used in this
 5 chapter, "tuition support levy" means with respect to a school
 6 corporation for a year the maximum general fund ad valorem property
 7 tax levy for the school corporation determined under IC 6-1.1-19-1.5
 8 reduced by the following:

9 (1) An amount equal to the annual decrease in federal aid to
 10 impacted areas from the year preceding the ensuing calendar year
 11 by three (3) years to the year preceding the ensuing calendar year
 12 by two (2) years.

13 (2) The original amount of any excessive tax levy the school
 14 corporation imposed as a result of the passage, during the
 15 preceding year, of a referendum under ~~IC 6-1.1-19-4(c)(1)(bb)~~ or
 16 IC 6-1.1-19-4.5(c) for taxes first due and payable during the year.

17 (3) The portion of the maximum general fund levy for the year
 18 that equals the original amount of the levy imposed by the school
 19 corporation to cover the costs of opening a new school facility
 20 during the preceding year.

21 SECTION 86. IC 21-3-1.7-6.6 IS AMENDED TO READ AS
 22 FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 6.6. **(a)** For
 23 purposes of this chapter, a school corporation's "adjusted ~~current~~
 24 **ADM without a specified year** is the result determined under ~~STEP~~
 25 ~~SEVEN~~ of the following formula **this section for funding for the**
 26 **current year. Whenever there is a reference to an adjusted ADM**
 27 **for a specified year, previous year, or following year, adjusted**
 28 **ADM is the ADM for the referenced year after the adjustments**
 29 **that were in effect for the referenced year under this section.**

30 ~~STEP ONE: Determine the result of the school corporation's~~
 31 ~~ADM for the previous year minus the school corporation's current~~
 32 ~~ADM:~~

33 ~~STEP TWO: Multiply the STEP ONE result by eight-tenths (0.8):~~

34 ~~STEP THREE: Determine the greater of the following:~~

35 ~~(A) The STEP TWO result:~~

36 ~~(B) Zero (0):~~

37 ~~STEP FOUR: Determine the greater of zero (0) or the result of the~~
 38 ~~school corporation's ADM for the year preceding the current year~~

1 by two (2) minus the school corporation's ADM for the previous
2 year:

3 STEP FIVE: Multiply the STEP FOUR result by six-tenths (0.6):

4 STEP SIX: This STEP applies if the STEP TWO result is
5 negative. Determine the greater of the following:

6 (A) The STEP FIVE result minus the absolute value of the
7 STEP TWO result:

8 (B) Zero (0):

9 STEP SEVEN: Determine the sum of the following:

10 (A) The school corporation's current ADM:

11 (B) The result determined under STEP THREE:

12 (C) The result determined under:

13 (i) STEP SIX if applicable; or

14 (ii) STEP FIVE, if STEP SIX does not apply:

15 (b) This subsection applies only to a school corporation that has
16 an ADM for the current year that is greater than the school
17 corporation's ADM for 1999. The school corporation's adjusted
18 ADM is its ADM for 1999 plus the result of the following:

19 STEP ONE: Determine the result of:

20 (A) the school corporation's ADM for the current year;
21 minus

22 (B) the school corporation's ADM for 1999.

23 STEP TWO: If the STEP ONE result is:

24 (A) at least one hundred twenty (120), multiply the STEP
25 ONE result by nine-tenths (0.9);

26 (B) at least twenty-five (25) and less than one hundred
27 twenty (120), multiply the STEP ONE result by six-tenths
28 (0.6); or

29 (C) less than twenty-five (25), multiply the STEP ONE
30 result by one-tenth (0.1).

31 Round the result to the nearest five-tenths (0.5).

32 (c) This subsection does not apply to a school corporation that
33 has had an increasing ADM every year since 1997. For purposes of
34 this section, adjusted ADM for 2000 means the school
35 corporation's ADM adjusted for any increases for 2000 under
36 subsection (b). For 2000, a school corporation's adjusted ADM
37 shall be increased using the following declining enrollment
38 formula:

- 1 **STEP ONE: Determine the greatest of the following:**
- 2 (A) The school corporation's ADM for the year preceding
- 3 the current year by two (2) years.
- 4 (B) The school corporation's ADM for the year preceding
- 5 the current year by one (1) year.
- 6 (C) The school corporation's adjusted ADM for 2000.
- 7 **STEP TWO: Determine the greater of zero (0) or the result**
- 8 **of:**
- 9 (A) the school corporation's ADM for the year preceding
- 10 the current year by three (3) years; minus
- 11 (B) the STEP ONE amount.
- 12 **STEP THREE: Determine the greater of the following:**
- 13 (A) The school corporation's ADM for the year preceding
- 14 the current year by one (1) year.
- 15 (B) The school corporation's adjusted ADM for 2000.
- 16 **STEP FOUR: Determine the greater of zero (0) or the result**
- 17 **of:**
- 18 (A) the school corporation's ADM for the year preceding
- 19 the current year by two (2) years; minus
- 20 (B) the STEP THREE amount.
- 21 **STEP FIVE: Determine the greater of zero (0) or the result**
- 22 **of:**
- 23 (A) the school corporation's ADM for the year preceding
- 24 the current year by one (1) year; minus
- 25 (B) the school corporation's adjusted ADM for 2000.
- 26 **STEP SIX: Determine the sum of the following:**
- 27 (A) The STEP TWO result multiplied by four-tenths (0.4).
- 28 (B) The STEP FOUR result multiplied by six-tenths (0.6).
- 29 (C) The STEP FIVE result multiplied by eight-tenths (0.8).
- 30 **STEP SEVEN: Determine the result of:**
- 31 (A) the school corporation's adjusted ADM for 2000; plus
- 32 (B) the STEP SIX result.
- 33 **Round the result to the nearest five-tenths (0.5).**
- 34 (d) This subsection does not apply to a school corporation that
- 35 has had an increasing ADM every year for the previous four (4)
- 36 years. For purposes of this section, adjusted ADM means the ADM
- 37 determined under subsection (b) if that subsection applies,
- 38 otherwise, adjusted ADM is the school corporation's actual ADM.

- 1 **Beginning in 2001, a school corporation's adjusted ADM shall be**
2 **increased using the following declining enrollment formula:**
- 3 **STEP ONE: Determine the greatest of the following:**
- 4 (A) The school corporation's ADM for the year preceding
5 the current year by three (3) years.
6 (B) The school corporation's ADM for the year preceding
7 the current year by two (2) years.
8 (C) The school corporation's adjusted ADM for the year
9 preceding the current year by one (1) year.
10 (D) The school corporation's adjusted ADM for the
11 current year.
- 12 **STEP TWO: Determine the greater of zero (0) or the result**
13 **of:**
- 14 (A) the school corporation's ADM for the year preceding
15 the current year by four (4) years; minus
16 (B) the STEP ONE amount.
- 17 **STEP THREE: Determine the greatest of the following:**
- 18 (A) The school corporation's ADM for the year preceding
19 the current year by two (2) years.
20 (B) The school corporation's adjusted ADM for the year
21 preceding the current year by one (1) year.
22 (C) The school corporation's adjusted ADM for the
23 current year.
- 24 **STEP FOUR: Determine the greater of zero (0) or the result**
25 **of:**
- 26 (A) the school corporation's ADM for the year preceding
27 the current year by three (3) years; minus
28 (B) the STEP THREE amount.
- 29 **STEP FIVE: Determine the greater of the following:**
- 30 (A) The school corporation's adjusted ADM for the year
31 preceding the current year by one (1) year.
32 (B) The school corporation's adjusted ADM for the current
33 year.
- 34 **STEP SIX: Determine the greater of zero (0) or the result of:**
- 35 (A) the school corporation's ADM for the year preceding
36 the current year by two (2) years; minus
37 (B) the STEP FIVE amount.
- 38 **STEP SEVEN: Determine the greater of zero (0) or the result**

- 1 **of:**
 2 **(A) the school corporation's adjusted ADM for the year**
 3 **preceding the current year by one (1) year; minus**
 4 **(B) the school corporation's adjusted ADM for the current**
 5 **year.**

- 6 **STEP EIGHT: Determine the sum of the following:**
 7 **(A) The STEP TWO result multiplied by two-tenths (0.2).**
 8 **(B) The STEP FOUR result multiplied by four-tenths (0.4).**
 9 **(C) The STEP SIX result multiplied by six-tenths (0.6).**
 10 **(D) The STEP SEVEN result multiplied by eight-tenths**
 11 **(0.8).**

- 12 **STEP NINE: Determine the result of:**
 13 **(A) the school corporation's adjusted ADM for the current**
 14 **year; plus**
 15 **(B) the STEP EIGHT result.**

16 Round the result to the nearest five-tenths (0.5).

17 SECTION 87. IC 21-3-1.7-6.7 IS AMENDED TO READ AS
 18 FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 6.7. A school
 19 corporation's target revenue per ADM for a calendar year is the result
 20 determined under STEP SIX of the following formula:

21 STEP ONE: Determine the result under clause (D) of the
 22 following formula:

23 (A) Divide the school corporation's at-risk index determined
 24 under IC 21-3-1.8-1.1 by three (3).

25 (B) Add one (1) to the clause (A) result.

26 (C) Multiply the result determined under clause (B) by ~~three~~
 27 ~~thousand six hundred seventy-five dollars (\$3,675) in 1998~~
 28 ~~and three thousand eight hundred eighty-five dollars (\$3,885)~~
 29 ~~in 1999: four thousand one hundred fourteen dollars~~
 30 **(\$4,114) in 2000 and four thousand three hundred**
 31 **thirty-two dollars (\$4,332) in 2001.**

32 (D) Multiply the clause (C) product by the school corporation's
 33 adjusted ~~current~~ **ADM for the current year.**

34 STEP TWO: Divide the school corporation's previous year
 35 revenue by the school corporation's **adjusted** ADM for the
 36 previous year.

37 STEP THREE: Multiply the sum of one (1) plus the school
 38 corporation's at-risk index by the following:

- 1 (A) ~~One hundred dollars (\$100)~~; If the STEP TWO result is
 2 not more than:
 3 (i) ~~three thousand seven hundred fifteen dollars (\$3,715) in~~
 4 ~~1998; four thousand one hundred one dollars (\$4,101) in~~
 5 ~~2000; and~~
 6 (ii) ~~three thousand eight hundred fifty-four dollars (\$3,854)~~
 7 ~~in 1999; four thousand three hundred three dollars~~
 8 ~~(\$4,303) in 2001;~~
 9 **multiply by one hundred dollars (\$100).**
 10 (B) The result determined under item (iv); If the STEP TWO
 11 result is: ~~more than three thousand seven hundred fifteen~~
 12 ~~dollars (\$3,715) in 1998 and three thousand eight hundred~~
 13 ~~fifty-four dollars (\$3,854) in 1999 and not more than four~~
 14 ~~thousand four hundred seventy-eight dollars (\$4,478) in 1998~~
 15 ~~and four thousand five hundred eight dollars (\$4,508) in 1999;~~
 16 (i) ~~more than four thousand one hundred one dollars~~
 17 ~~(\$4,101) and not more than four thousand eight hundred~~
 18 ~~eighty-five dollars (\$4,885) in 2000; or~~
 19 (ii) ~~more than four thousand three hundred three dollars~~
 20 ~~(\$4,303) and not more than five thousand one hundred~~
 21 ~~seventeen dollars (\$5,117) in 2001;~~
 22 **multiply by the result under clause (C).**
 23 ~~Subtract three thousand seven hundred fifteen dollars (\$3,715)~~
 24 ~~in 1998 and three thousand eight hundred fifty-four dollars~~
 25 ~~(\$3,854) in 1999 from~~
 26 **(C) Determine the result of:**
 27 (i) the STEP TWO result minus ~~four thousand one~~
 28 ~~hundred one dollars (\$4,101) in 2000 and four thousand~~
 29 ~~three hundred three dollars (\$4,303) in 2001.~~
 30 (ii) Divide the item (i) result by ~~seven hundred sixty-three~~
 31 ~~dollars (\$763) in 1998 seven hundred eighty-four dollars~~
 32 ~~(\$784) in 2000 and six hundred fifty-four dollars (\$654) in~~
 33 ~~1999; eight hundred fourteen dollars (\$814) in 2001.~~
 34 (iii) Multiply the item (ii) result by ~~in 1998; thirty dollars~~
 35 ~~(\$30) and; in 1999; thirty dollars (\$30).~~
 36 (iv) Subtract the item (iii) result from one hundred dollars
 37 (\$100).
 38 ~~(C) Seventy dollars (\$70); (D) If the STEP TWO result is more~~

1 than:

2 (i) ~~four thousand four hundred seventy-eight dollars~~
 3 ~~(\$4,478) in 1998; four thousand eight hundred eighty-five~~
 4 ~~dollars (\$4,885) in 2000; and~~

5 (ii) ~~four thousand five hundred eight dollars (\$4,508) in~~
 6 ~~1999; five thousand one hundred seventeen dollars~~
 7 ~~(\$5,117) in 2001;~~

8 **multiply by seventy dollars (\$70).**

9 STEP FOUR: Add the STEP TWO result and the STEP THREE
 10 result.

11 STEP FIVE: Determine the ~~greater~~ **greatest** of the following:

12 (A) Multiply the STEP FOUR result by the school
 13 corporation's adjusted ~~current~~ **ADM for the current year.**

14 (B) **Multiply** the school corporation's previous year revenue
 15 **by one and three-hundredths (1.03).**

16 (C) The STEP ONE amount.

17 STEP SIX: Divide the STEP FIVE amount by the school
 18 corporation's adjusted ~~current~~ **ADM for the current year.**

19 SECTION 88. IC 21-3-1.7-6.8 IS AMENDED TO READ AS
 20 FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 6.8. A school
 21 corporation's target general fund property tax rate for purposes of
 22 IC 6-1.1-19-1.5 is the result determined under STEP THREE of the
 23 following formula:

24 STEP ONE: This STEP applies only if the amount determined in
 25 STEP FIVE of the formula in section 6.7 of this chapter minus the
 26 result determined in STEP ONE of the formula in section 6.7 of
 27 this chapter is greater than zero (0). Determine the result under
 28 clause (E) of the following formula:

29 (A) Divide the school corporation's current assessed valuation
 30 by the school corporation's current ADM.

31 (B) Divide the clause (A) result by ten thousand (10,000).

32 (C) Determine the greater of the following:

33 (i) The clause (B) result.

34 (ii) ~~Ten dollars (\$10) in 1998 and nine dollars and fifty cents~~
 35 ~~(\$9.50) in 1999; **Nine dollars (\$9).**~~

36 (D) Determine the result determined under item (ii) of the
 37 following formula:

38 (i) Subtract the result determined in STEP ONE of the

- 1 formula in section 6.7 of this chapter from the amount
 2 determined in STEP FIVE of the formula in section 6.7 of
 3 this chapter.
- 4 (ii) Divide the item (i) result by the school corporation's
 5 current ADM.
- 6 (E) Divide the clause (D) result by the clause (C) result.
- 7 (F) Divide the clause (E) result by one hundred (100).
- 8 STEP TWO: This STEP applies only if the amount determined in
 9 STEP FIVE of the formula in section 6.7 of this chapter is equal
 10 to STEP ONE of the formula in section 6.7 of this chapter and the
 11 result of clause (A) is greater than zero (0). Determine the result
 12 under clause (G) of the following formula:
- 13 (A) Add the following:
- 14 (i) An amount equal to the annual decrease in federal aid to
 15 impacted areas from the year preceding the ensuing calendar
 16 year by three (3) years to the year preceding the ensuing
 17 calendar year by two (2) years.
- 18 (ii) The original amount of any excessive tax levy the school
 19 corporation imposed as a result of the passage, during the
 20 preceding year, of a referendum under IC 6-1.1-19-4.5(c) for
 21 taxes first due and payable during the year.
- 22 (iii) The portion of the maximum general fund levy for the
 23 year that equals the original amount of the levy imposed by
 24 the school corporation to cover the costs of opening a new
 25 school facility during the preceding year.
- 26 (B) Divide the clause (A) result by the school corporation's
 27 current ADM.
- 28 (C) Divide the school corporation's current assessed valuation
 29 by the school corporation's current ADM.
- 30 (D) Divide the clause (C) result by ten thousand (10,000).
- 31 (E) Determine the greater of the following:
- 32 (i) The clause (D) result.
- 33 (ii) ~~Ten dollars (\$10) in 1998 and nine dollars and fifty cents~~
 34 ~~(\$9.50) in 1999. **Nine dollars (\$9).**~~
- 35 (F) Divide the clause (B) result by the clause (E) amount.
- 36 (G) Divide ~~the~~ clause (F) result by one hundred (100).
- 37 STEP THREE: Determine the sum of: ~~in:~~
- 38 (A) ~~1998, two dollars and sixty-four cents (\$2.64); two dollars~~

1 **and sixty-eight and one-half cents (\$2.685) in 2000; and**
 2 (B) ~~1999, two dollars and sixty-five cents (\$2.65); two dollars~~
 3 and seventy-one **and one quarter** cents ~~(\$2.71)~~ **(\$2.7125)** in
 4 2001;

5 if applicable, the STEP ONE or STEP TWO result.

6 SECTION 89. IC 21-3-1.7-7 IS AMENDED TO READ AS
 7 FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 7. If a
 8 computation under this chapter results in a fraction **and a rounding**
 9 **rule is not specified**, the fraction shall be rounded ~~to~~ **as follows:**

10 (1) **If it is a tax rate calculation, to the nearest one-hundredth**
 11 **of a cent (\$0.0001).**

12 (2) **If it is a tuition support calculation, to the nearest cent**
 13 **(\$0.01).**

14 (3) **If it is a calculation not covered by subdivision (1) or (2),**
 15 **to the nearest ten-thousandth (.0001). ~~or~~**

16 ~~(2) the nearest cent;~~

17 **whichever is applicable.**

18 SECTION 90. IC 21-3-1.7-8 IS AMENDED TO READ AS
 19 FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 8.
 20 Notwithstanding IC 21-3-1.6 and subject to section 9 of this chapter,
 21 the state distribution for a calendar year for tuition support for basic
 22 programs for each school corporation equals the result determined
 23 using the following formula:

24 STEP ONE: Determine the greater of the following:

25 (A) The product of:

26 (i) the school corporation's target revenue per ADM;
 27 multiplied by

28 (ii) the school corporation's adjusted ~~current~~ **ADM for the**
 29 **current year.**

30 ~~(B) The product of:~~

31 ~~(i) the school corporation's previous year revenue;~~
 32 ~~multiplied by~~

33 ~~(ii) one and three-hundredths (1.03);~~

34 **(B) For a school corporation that has target revenue per**
 35 **ADM for a calendar year that is equal to the**
 36 **IC 21-3-1.7-6.7 STEP ONE (C) amount, determine the sum**
 37 **of:**

38 **(i) the school corporation's target revenue per ADM**

- 1 **multiplied by the school corporation's adjusted ADM for**
 2 **the current year; plus**
 3 **(ii) the amount of the annual decrease in federal aid to**
 4 **impacted areas from the year preceding the ensuing**
 5 **calendar year by three (3) years to the year preceding**
 6 **the ensuing calendar year by two (2) years; plus**
 7 **(iii) the original amount of an excessive tax levy the**
 8 **school corporation imposed as a result of the passage,**
 9 **during the preceding year, of a referendum under**
 10 **IC 6-1.1-19-4.5(c) for taxes first due and payable during**
 11 **the year; plus**
 12 **(iv) the part of the maximum general fund levy for the**
 13 **year that equals the original amount of the levy imposed**
 14 **by the school corporation to cover the costs of opening a**
 15 **new school facility during the preceding year.**

16 STEP TWO: Determine the remainder of:

- 17 (A) the STEP ONE amount; minus
 18 (B) the sum of:
 19 (i) the school corporation's tuition support levy; plus
 20 (ii) the school corporation's excise tax revenue for the year
 21 that precedes the current year by one (1) year.

22 If the state tuition support determined for a school corporation under
 23 this section is negative, the school corporation is not entitled to any
 24 state tuition support. In addition, the school corporation's maximum
 25 general fund levy under IC 6-1.1-19-1.5 shall be reduced by the amount
 26 of the negative result.

27 SECTION 91. IC 21-3-1.7-9 IS AMENDED TO READ AS
 28 FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 9. (a) Subject to
 29 the amount appropriated by the general assembly for tuition support,
 30 the amount that a school corporation is entitled to receive in tuition
 31 support for a year is the amount determined in section 8 of this chapter.

32 (b) If the total amount to be distributed as tuition support under this
 33 chapter, for enrollment adjustment grants under section 9.5 of this
 34 chapter, for at-risk programs under section 9.7 of this chapter, for
 35 academic honors diploma awards under section 9.8 of this chapter, and
 36 as special and vocational education grants under IC 21-3-1.8-3 or
 37 IC 21-3-10 for a particular year, exceeds:

- 38 ~~(1) two billion six hundred fourteen million eight hundred~~

1 ~~thousand dollars (\$2,614,800,000) for 1997;~~
 2 ~~(2) two billion seven hundred seventy-one million six hundred~~
 3 ~~thousand dollars (\$2,771,600,000) in 1998; and~~
 4 ~~(3) (1) two billion nine hundred thirty-nine million two hundred~~
 5 ~~thousand dollars (\$2,939,200,000) in 1999;~~
 6 **(2) three billion one hundred fifty-nine million, eight hundred**
 7 **thousand dollars (\$3,159,800,000) in 2000; and**
 8 **(3) three billion three hundred forty-six million two hundred**
 9 **thousand dollars (\$3,346,200,000) in 2001;**

10 the amount to be distributed for tuition support under this chapter to
 11 each school corporation during each of the last six (6) months of the
 12 year shall be reduced by the same dollar amount per ADM (as adjusted
 13 by IC 21-3-1.6-1.1) so that the total reductions equal the amount of the
 14 excess.

15 SECTION 92. IC 21-3-1.7-9.5 IS AMENDED TO READ AS
 16 FOLLOWS [EFFECTIVE JANUARY 1, 1999 (RETROACTIVE)]:
 17 Sec. 9.5. (a) In addition to the distribution under sections 8, 9.7, and 9.8
 18 of this chapter, a school corporation is eligible for an enrollment
 19 adjustment grant if the school corporation's:

20 (1) current ADM minus the school corporation's previous year
 21 ADM is at least two hundred fifty (250); or
 22 (2) current ADM divided by the school corporation's previous
 23 year ADM is at least one and five-hundredths (1.05).

24 (b) The amount of the enrollment adjustment grant is the amount
 25 determined in STEP THREE of the following formula:

26 STEP ONE: Determine the school corporation's target revenue per
 27 ADM divided by three (3).

28 STEP TWO: Determine the result of the school corporation's
 29 current ADM minus ~~in 1998~~, the school corporation's previous
 30 year ADM.

31 STEP THREE: Multiply the STEP ONE result by the STEP TWO
 32 result.

33 SECTION 93. IC 21-3-1.7-9.7 IS AMENDED TO READ AS
 34 FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 9.7. In addition
 35 to the distributions under sections 8, 9.5, and 9.8 of this chapter for
 36 1997 and thereafter, a school corporation is eligible for an amount for
 37 at-risk programs in the amount determined in STEP SIX of the
 38 following formula:

- 1 **STEP STEP ONE:** Determine the greater of the following:
- 2 (A) The result determined under item (ii) of the following
- 3 formula:
- 4 (i) Determine the result of the school corporation's at-risk
- 5 index minus two-tenths (0.2).
- 6 (ii) Multiply the item (i) result by seven-hundredths (0.07).
- 7 (B) Zero (0).
- 8 **STEP TWO:** Determine the greater of the following:
- 9 (A) The result determined under item (ii) of the following
- 10 formula:
- 11 (i) Determine the result of the school corporation's at-risk
- 12 index minus fifteen-hundredths (0.15).
- 13 (ii) Multiply the item (i) result by eighteen-hundredths
- 14 (0.18).
- 15 (B) Zero (0).
- 16 **STEP THREE:** Add the STEP ONE result and the STEP TWO
- 17 result.
- 18 **STEP FOUR:** Multiply the STEP THREE sum by the school
- 19 corporation's current ADM. Round the result to the nearest
- 20 one-hundredth (0.01).
- 21 **STEP FIVE:** Multiply the STEP FOUR product by ~~two thousand~~
- 22 ~~nine hundred fifty dollars (\$2,950) in 1998 and three thousand~~
- 23 ~~one hundred thirty-five dollars (\$3,135) in 1999:~~ **three thousand**
- 24 **six hundred seventy dollars (\$3,670) in 2000 and three**
- 25 **thousand nine hundred ninety dollars (\$3,990) in 2001.**
- 26 SECTION 94. IC 21-3-1.7-10 IS AMENDED TO READ AS
- 27 FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 10. This chapter
- 28 expires January 1, ~~2000:~~ **2002.**
- 29 SECTION 95. IC 21-3-1.8-3 IS AMENDED TO READ AS
- 30 FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 3. In addition to
- 31 the amount a school corporation is entitled to receive in tuition support,
- 32 each school corporation is entitled to receive a grant for vocational
- 33 education programs. The amount of the vocational education grant is
- 34 the product of:
- 35 (1) the school corporation's additional pupil count for the year for
- 36 vocational education programs; multiplied by
- 37 (2) ~~for:~~ **the following:**
- 38 (A) ~~1998, one thousand five hundred seventy dollars (\$1,570);~~

1 **six hundred sixteen dollars (\$1,616) in 2000; and**
 2 (B) ~~1999; one thousand six hundred dollars (\$1,600); six~~
 3 **hundred thirty-two dollars (\$1,632) in 2001.**

4 SECTION 96. IC 21-3-1.8-6 IS AMENDED TO READ AS
 5 FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 6. This chapter
 6 expires January 1, ~~2000~~; **2002.**

7 SECTION 97. IC 21-3-10-8 IS AMENDED TO READ AS
 8 FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 8. The amount of
 9 the grant that a school corporation is entitled to receive for special
 10 education programs is equal to:

11 (1) the nonduplicated count of pupils in programs for severe
 12 disabilities multiplied by:

13 (A) ~~for 1998; seven thousand two hundred five dollars~~
 14 ~~(\$7,205);~~ **four hundred dollars (\$7,400) in 2000; and**

15 (B) ~~for 1999; seven thousand two hundred eighty-five dollars~~
 16 ~~(\$7,285);~~ **five hundred fifty dollars (\$7,550) in 2001; plus**

17 (2) the nonduplicated count of pupils in programs of mild and
 18 moderate disabilities multiplied by:

19 (A) ~~for 1998; one thousand nine hundred fifty-four dollars~~
 20 ~~(\$1,954);~~ **two thousand twenty-five dollars (\$2,025) in**
 21 **2000; and**

22 (B) ~~for 1999; one thousand nine hundred seventy-seven dollars~~
 23 ~~(\$1,977);~~ **two thousand sixty-five dollars (\$2,065) in 2001;**
 24 plus

25 (3) the duplicated count of pupils in programs for communication
 26 disorders multiplied by:

27 (A) ~~for 1998; four hundred sixty-two dollars (\$462);~~ **eighty**
 28 **dollars (\$480) in 2000; and**

29 (B) ~~for 1999; four hundred sixty-nine dollars (\$469);~~ **ninety**
 30 **dollars (\$490) in 2001; plus**

31 (4) the cumulative count of pupils in homebound programs
 32 multiplied by:

33 (A) ~~four hundred sixty-two dollars (\$462) in 1998~~ **eighty**
 34 **dollars (\$480) in 2000; and**

35 (B) ~~four hundred sixty-nine dollars (\$469) in 1999~~ **ninety**
 36 **dollars (\$490) in 2001.**

37 SECTION 98. IC 21-3-10-11 IS AMENDED TO READ AS
 38 FOLLOWS [EFFECTIVE JANUARY 1, 2000]: Sec. 11. This chapter

1 expires January 1, ~~2000~~ **2002**.

2 SECTION 99. IC 21-3-11-6 IS AMENDED TO READ AS
3 FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 6. (a) A qualifying
4 school corporation is eligible to receive a grant from the state for each
5 full-time equivalent student who is enrolled in an alternative education
6 program conducted for the school corporation. The maximum amount
7 that may be granted to a qualifying school corporation in a school year
8 is seven hundred fifty dollars (\$750) per full-time equivalent student.

9 (b) To receive a grant under this chapter, the school corporation
10 must expend **on alternative education programs** in the school year a
11 matching amount of at least ~~two hundred fifty dollars (\$250)~~ **one-third**
12 **(1/3) of the amount of the state grant** per full-time equivalent
13 student, ~~on alternative education programs~~, as determined under the
14 rules adopted by the Indiana state board of education.

15 SECTION 100.. IC 21-3-11-9 IS AMENDED TO READ AS
16 FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 9. The number of
17 full-time equivalent students enrolled in an alternative education
18 program during a reporting period is the result determined under STEP
19 SIX of the following formula:

20 STEP ONE: Determine the number of alternative education
21 program sessions that were conducted in a reporting period for a
22 qualifying school corporation as follows:

23 (A) Determine the number of days on which an alternative
24 education program was conducted for an entire morning, as
25 determined under the rules adopted by the Indiana state board
26 of education.

27 (B) Determine the number of days on which an alternative
28 education program was conducted for an entire afternoon, as
29 determined under the rules adopted by the Indiana state board
30 of education.

31 (C) Determine the number of days on which an alternative
32 education program was conducted for an entire evening, as
33 determined under the rules adopted by the Indiana state board
34 of education.

35 (D) Determine the sum of the clause (A), (B), and (C)
36 amounts.

37 STEP TWO: For each morning, afternoon, and evening session of
38 an alternative education program that is used to determine the

1 STEP ONE result, determine the number of eligible students
2 **attending enrolled in** the sessions.

3 STEP THREE: Determine the sum of the STEP TWO amounts.

4 STEP FOUR: Divide the STEP THREE result by the STEP ONE
5 result.

6 STEP FIVE: Divide the STEP ONE result by three hundred sixty
7 (360).

8 STEP SIX: Multiply the STEP FOUR result by the STEP FIVE
9 result.

10 SECTION 101. THE FOLLOWING ARE REPEALED
11 [EFFECTIVE JANUARY 1, 2000]: IC 21-3-1.7-6.3; P.L.6-1997,
12 SECTION 86.

13 SECTION 102. P.L.50-1996, SECTION 18, IS AMENDED TO
14 READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2000]: SECTION
15 18. (a) The department of education and the state board of tax
16 commissioners shall select pilot school corporations under subsection
17 (b). Beginning January 1, 1997, the school corporations selected under
18 subsection (b) shall comply with SECTIONS 1 through 18 of this act
19 as if those SECTIONS were effective January 1, 1997.

20 (b) Before October 1, 1996, the department of education and the
21 state board of tax commissioners shall meet to select ten (10) pilot
22 school corporations. The pilot school corporations shall be selected
23 with the objective that the pilot school corporations collectively
24 represent a broad range of the different types and sizes of school
25 corporations that exist in Indiana. In order to achieve this objective, the
26 department of education and the state board of tax commissioners shall
27 select the pilot school corporations based on the following criteria:

- 28 (1) The size of the student population within the corporation.
29 (2) The size of the geographic territory served by the corporation.
30 (3) The average growth of the property tax assessed valuation
31 within the corporation's district over the preceding three (3) years.
32 (4) The growth or decline of the ADM (as defined in
33 IC 21-3-1.6-1.1) within the corporation over the preceding three
34 (3) years, excluding any year in which there is a general
35 reassessment.
36 (5) The extent of urban development in the corporation.
37 (6) Any other factors the department of education and the state
38 board of tax commissioners determine are necessary to

1 distinguish a group or category of school corporations that
2 deserve representation by a pilot school corporation.

3 (c) All state and local governmental officials whose official
4 functions relate to this act shall cooperate with the department of
5 education, the state board of tax commissioners, and the pilot school
6 corporations to implement this act.

7 (d) This SECTION expires July 1, ~~1999~~: **2001**.

8 SECTION 103. P.L.50-1996, SECTION 19, IS AMENDED TO
9 READ AS FOLLOWS [EFFECTIVE JANUARY 1, 1999
10 (RETROACTIVE)]: SECTION 19. (a) The initial school year budget
11 adopted by a pilot school corporation selected under SECTION 18 of
12 this act and fixed by the state board of tax commissioners under this act
13 is for the period beginning July 1, 1997, through June 30, 1998. The
14 first six (6) months of the initial budget for a pilot school corporation
15 must be consistent with the last six (6) months of the budget fixed by
16 the state board of tax commissioners for calendar year 1997 under the
17 procedures effective in 1996.

18 (b) **Notwithstanding any other law**, the initial school year budget
19 adopted by a school corporation, other than a pilot school corporation
20 selected under SECTION 18 of this act, and fixed by the state board of
21 tax commissioners under this act, is for the period beginning July 1,
22 ~~1999~~: **2001**, through June 30, ~~2000~~: **2002**. The first six (6) months of
23 the initial budget must be consistent with the last six (6) months of the
24 budget fixed by the state board of tax commissioners for calendar year
25 ~~1999~~ **2001** under the procedures effective in ~~1998~~: **2000**.

26 (c) This SECTION expires July 1, ~~2000~~: **2002**.

27 SECTION 104. P.L.50-1996, SECTION 20, IS AMENDED TO
28 READ AS FOLLOWS [EFFECTIVE JANUARY 1, 1999
29 (RETROACTIVE)]: SECTION 20. (a) The department of education,
30 with the assistance of the state board of tax commissioners, shall
31 submit to the budget committee the following concerning all pilot
32 school corporations selected under SECTION 18 of this act:

- 33 (1) Before October 1, 1998, a written report that:
- 34 (A) specifies positive and negative aspects experienced in
 - 35 formulating a budget under this act;
 - 36 (B) makes recommendations on how to remedy any perceived
 - 37 inadequacies in the provisions of this act; and
 - 38 (C) analyzes the long term benefits of this act;

- 1 (2) Before October 1, 1999, a written report that:
 2 (A) updates the report made under subdivision (1);
 3 (B) outlines adjustments the school corporation made in the
 4 process of converting to formulating a budget under this act;
 5 and
 6 (C) provides any other information related to the school
 7 corporation's experiences as a pilot school corporation under
 8 this act that the school corporation believes important to be
 9 made known to the general assembly or other school
 10 corporations before this act takes effect for all school
 11 corporations.
 12 **(3) Before October 1, 2000, a written report that updates the**
 13 **report made under subdivision (2).**
 14 **(4) Before October 1, 2001, a written report that updates the**
 15 **report made under subdivision (3).**

16 Each pilot school corporation shall provide the department of education
 17 with the information necessary for the department of education to
 18 complete the reports required under this subsection.

19 (b) The department of education shall send copies of the reports
 20 required by this SECTION to the following:

- 21 (1) The county auditor.
 22 (2) The state board of tax commissioners.
 23 (3) Each pilot school corporation.
 24 (4) The Indiana School Boards Association.

25 (c) This SECTION expires July 1, ~~2000~~: **2002**.

26 SECTION 105. IC 21-1-30-2 IS AMENDED TO READ AS
 27 FOLLOWS [EFFECTIVE JANUARY 1, 2001]: Sec. 2. For purposes
 28 of computation under this chapter, the following shall be used:

- 29 (1) Kindergarten pupils shall be counted as five-tenths (0.5). All
 30 other pupils shall be counted as one (1).
 31 (2) The number of pupils shall be the number of pupils used in
 32 determining ADM, as defined by IC 21-3-1.6, for the current year.
 33 However, students who are transferred under IC 20-8.1-6.1 or
 34 IC 20-8.1-6.5 shall be counted as students having legal settlement
 35 in the transferee corporation and not having legal settlement in
 36 the transferor corporation.
 37 (3) Only a licensed teacher who is an actual classroom teacher in
 38 a regular instructional program shall be counted as a teacher,

1 except as permitted under section 5 of this chapter.
 2 (4) If a school corporation is granted approval under section 5 of
 3 this chapter, the school corporation may include as one-third (1/3)
 4 of a teacher in its computation for **funding determining the**
 5 **full-time primetime staff equivalents** under this chapter each
 6 classroom instructional aide who meets qualifications and
 7 performs duties prescribed by the Indiana state board of
 8 education.

9 (5) Base year refers to the school year immediately preceding the
 10 year that the school corporation implemented IC 21-1-29 (before
 11 its repeal by P.L.278-1993(ss); SECTION 16) for a particular
 12 grade level. However, if the enrollment and staffing patterns that
 13 year for any reason did not fairly represent the normal enrollment
 14 and staffing patterns of a particular school corporation for that
 15 grade level, the department of education may adjust the base year
 16 so that the base year reflects the normal staffing and enrollment
 17 pattern for that school corporation. **The staff cost for a school**
 18 **corporation is:**

- 19 (A) the result of:
 20 (i) the number of full-time equivalent primetime teachers
 21 divided by the sum of the number of full-time equivalent
 22 primetime teachers plus the number of full-time
 23 equivalent primetime aides; multiplied by
 24 (ii) fifty thousand dollars (\$50,000); plus
 25 (B) the result of:
 26 (i) the number of full-time equivalent primetime aides
 27 divided by the sum of the number of full-time equivalent
 28 primetime teachers plus the number of full-time
 29 equivalent primetime aides; multiplied by
 30 (ii) nine thousand dollars (\$9,000).

31 SECTION 106. IC 21-1-30-3 IS AMENDED TO READ AS
 32 FOLLOWS [EFFECTIVE JANUARY 1, 2001]: Sec. 3. The amount to
 33 be ~~distributed to~~ **used in section 7 of this chapter** for a school
 34 corporation that implements this chapter for kindergarten is the amount
 35 determined under ~~subdivision (6)~~ of the following formula:

- 36 (1) ~~Determine the quotient of:~~
 37 (A) the ADM of the school corporation, as determined under
 38 section 2(2) of this chapter in kindergarten for the current

- 1 school year; divided by
 2 (B) eighteen (18).
 3 (2) Determine the lesser of:
 4 (A) the amount determined under subdivision (1); or
 5 (B) the number of full-time teacher equivalents employed by
 6 the school corporation for the current school year in
 7 kindergarten classes.
 8 (3) Determine the sum of:
 9 (A) the number of full-time teacher equivalents allocated by
 10 the school corporation to kindergarten classes for the
 11 respective base year; and
 12 (B) the net number of full-time teacher equivalents that the
 13 school corporation has reassigned since the base year, to grade
 14 levels affected by this chapter from grade levels not affected
 15 by this chapter; as determined by the Indiana state board of
 16 education; and as measured in the current year.
 17 (4) Determine the remainder of:
 18 (A) the amount determined under subdivision (2); minus
 19 (B) the amount determined under subdivision (3).
 20 (5) Determine the greater of:
 21 (A) the amount determined under subdivision (4); or
 22 (B) zero (0).
 23 (6) Determine the product of:
 24 (A) the amount determined under subdivision (5); and
 25 (B) twenty-five thousand seven hundred fifty-two dollars
 26 (\$25,752) beginning with the 1995-1996 school year and
 27 twenty-six thousand five hundred twenty-six dollars (\$26,526)
 28 beginning with the 1996-1997 school year and for each school
 29 year thereafter.
 30 **STEP ONE: Determine the greater of eighteen (18) or the**
 31 **result of:**
 32 (A) the ADM of the school corporation, as determined
 33 under section 2(2) of this chapter in kindergarten for the
 34 current school year; divided by
 35 (B) the number of full-time primetime staff equivalents
 36 employed by the school corporation for the current school
 37 year in kindergarten classes.
 38 **STEP TWO: Determine the result of:**

- 1 (A) the STEP ONE result; divided by
- 2 (B) twenty-three and five-tenths (23.5).
- 3 **STEP THREE: Determine the greater of zero (0) or the result**
- 4 **of:**
- 5 (A) one (1); minus
- 6 (B) the STEP TWO result.
- 7 **STEP FOUR: Determine the result of:**
- 8 (A) the STEP THREE result; multiplied by
- 9 (B) the school corporation's staff cost.
- 10 **STEP FIVE: Determine the result of:**
- 11 (A) the STEP FOUR result; divided by
- 12 (B) the STEP ONE result.
- 13 **STEP SIX: Determine the result of:**
- 14 (A) the STEP FIVE result; multiplied by
- 15 (B) the ADM of the school corporation, as determined
- 16 under section 2(2) of this chapter in kindergarten for the
- 17 current school year.

18 **The amount to be used in section 7 of this chapter must be reduced**
 19 **if the school corporation's primetime staff/pupil ratio determined**
 20 **under STEP ONE is greater than the ratio for the previous school**
 21 **year. The amount of the reduction is two and five-tenths percent**
 22 **(2.5%) of the amount per ADM for each one-tenth (0.1) increase in**
 23 **the ratio.**

24 SECTION 108. IC 21-1-30-3.1 IS AMENDED TO READ AS
 25 FOLLOWS [EFFECTIVE JANUARY 1, 2001]: Sec. 3.1. The amount
 26 to be ~~distributed to~~ **used in section 7 of this chapter for** a school
 27 corporation that implements this chapter for grade 1 is the amount
 28 determined under ~~subdivision (6)~~ of the following formula:

- 29 (1) ~~Determine the quotient of:~~
- 30 (A) ~~the ADM of the school corporation, as determined under~~
- 31 ~~section 2(2) of this chapter in grade 1 for the current school~~
- 32 ~~year; divided by~~
- 33 (B) ~~eighteen (18).~~
- 34 (2) ~~Determine the lesser of:~~
- 35 (A) ~~the amount determined under subdivision (1); or~~
- 36 (B) ~~the number of full-time teacher equivalents employed by~~
- 37 ~~the school corporation for the current school year in grade 1~~
- 38 ~~classes.~~

- 1 (3) Determine the sum of:
- 2 (A) the number of full-time teacher equivalents allocated by
- 3 the school corporation to grade 1 classes for the respective
- 4 base year; and
- 5 (B) the net number of full-time teacher equivalents that the
- 6 school corporation has reassigned since the base year; to grade
- 7 levels affected by this chapter from grade levels not affected
- 8 by this chapter; as determined by the Indiana state board of
- 9 education; and as measured in the current year.
- 10 (4) Determine the remainder of:
- 11 (A) the amount determined under subdivision (2); minus
- 12 (B) the amount determined under subdivision (3).
- 13 (5) Determine the greater of:
- 14 (A) the amount determined under subdivision (4); or
- 15 (B) zero (0).
- 16 (6) Determine the product of:
- 17 (A) the amount determined under subdivision (5); and
- 18 (B) twenty-five thousand seven hundred fifty-two dollars
- 19 (\$25,752) beginning with the 1995-1996 school year and
- 20 twenty-six thousand five hundred twenty-six dollars (\$26,526)
- 21 beginning with the 1996-1997 school year and for each school
- 22 year thereafter.
- 23 **STEP ONE: Determine the greater of eighteen (18) or the**
- 24 **result of:**
- 25 (A) the ADM of the school corporation, as determined
- 26 under section 2(2) of this chapter in grade 1 for the current
- 27 school year; divided by
- 28 (B) the number of full-time primetime staff equivalents
- 29 employed by the school corporation for the current school
- 30 year in grade 1 classes.
- 31 **STEP TWO: Determine the result of:**
- 32 (A) the STEP ONE result; divided by
- 33 (B) twenty-three and five-tenths (23.5).
- 34 **STEP THREE: Determine the greater of zero (0) or the result**
- 35 **of:**
- 36 (A) one (1); minus
- 37 (B) the STEP TWO result.
- 38 **STEP FOUR: Determine the result of:**

- 1 (A) the STEP THREE result; multiplied by
 2 (B) the school corporation's staff cost.
 3 **STEP FIVE: Determine the result of:**
 4 (A) the STEP FOUR result; divided by
 5 (B) the STEP ONE result.
 6 **STEP SIX: Determine the result of:**
 7 (A) the STEP FIVE result; multiplied by
 8 (B) the ADM of the school corporation, as determined
 9 under section 2(2) of this chapter in grade 1 for the current
 10 school year.

11 **The amount to be used in section 7 of this chapter must be reduced**
 12 **if the school corporation's primetime staff/pupil ratio determined**
 13 **under STEP ONE is greater than the ratio for the previous school**
 14 **year. The amount of the reduction is two and five-tenths percent**
 15 **(2.5%) of the amount per ADM for each one-tenth (0.1) increase in**
 16 **the ratio.**

17 SECTION 109. IC 21-1-30-3.2 IS AMENDED TO READ AS
 18 FOLLOWS [EFFECTIVE JANUARY 1, 2001]: Sec. 3.2. The amount
 19 to be ~~distributed to~~ **used in section 7 of this chapter for** a school
 20 corporation that implements this chapter for grade 2 is the amount
 21 determined under ~~subdivision (6)~~ of the following formula:

- 22 (1) ~~Determine the quotient of:~~
 23 (A) ~~the ADM of the school corporation, as determined under~~
 24 ~~section 2(2) of this chapter in grade 2 for the current school~~
 25 ~~year; divided by~~
 26 (B) ~~twenty (20).~~
 27 (2) ~~Determine the lesser of:~~
 28 (A) ~~the amount determined under subdivision (1); or~~
 29 (B) ~~the number of full-time teacher equivalents employed by~~
 30 ~~the school corporation for the current school year in grade 2~~
 31 ~~classes.~~
 32 (3) ~~Determine the sum of:~~
 33 (A) ~~the number of full-time teacher equivalents allocated by~~
 34 ~~the school corporation to grade 2 classes for the respective~~
 35 ~~base year; and~~
 36 (B) ~~the net number of full-time teacher equivalents that the~~
 37 ~~school corporation has reassigned since the base year; to grade~~
 38 ~~levels affected by this chapter from grade levels not affected~~

- 1 by this chapter, as determined by the Indiana state board of
- 2 education, and as measured in the current year:
- 3 (4) Determine the remainder of:
 - 4 (A) the amount determined under subdivision (2); minus
 - 5 (B) the amount determined under subdivision (3).
- 6 (5) Determine the greater of:
 - 7 (A) the amount determined under subdivision (4); or
 - 8 (B) zero (0).
- 9 (6) Determine the product of:
 - 10 (A) the amount determined under subdivision (5); and
 - 11 (B) twenty-five thousand seven hundred fifty-two dollars
 - 12 (\$25,752) beginning with the 1995-1996 school year and
 - 13 twenty-six thousand five hundred twenty-six dollars (\$26,526)
 - 14 beginning with the 1996-1997 school year and for each school
 - 15 year thereafter.
- 16 **STEP ONE: Determine the greater of twenty (20) or the result**
- 17 **of:**
 - 18 (A) the ADM of the school corporation, as determined
 - 19 under section 2(2) of this chapter in grade 2 for the current
 - 20 school year; divided by
 - 21 (B) the number of full-time primetime staff equivalents
 - 22 employed by the school corporation for the current school
 - 23 year in grade 2 classes.
- 24 **STEP TWO: Determine the result of:**
 - 25 (A) the STEP ONE result; divided by
 - 26 (B) twenty-three and five-tenths (23.5).
- 27 **STEP THREE: Determine the greater of zero (0) or the result**
- 28 **of:**
 - 29 (A) one (1); minus
 - 30 (B) the STEP TWO result.
- 31 **STEP FOUR: Determine the result of:**
 - 32 (A) the STEP THREE result; multiplied by
 - 33 (B) the school corporation's staff cost.
- 34 **STEP FIVE: Determine the result of:**
 - 35 (A) the STEP FOUR result; divided by
 - 36 (B) the STEP ONE result.
- 37 **STEP SIX: Determine the result of:**
 - 38 (A) the STEP FIVE result; multiplied by

1 **(B) the ADM of the school corporation, as determined**
 2 **under section 2(2) of this chapter in grade 2 for the current**
 3 **school year.**

4 **The amount to be used in section 7 of this chapter must be reduced**
 5 **if the school corporation's primetime staff/pupil ratio determined**
 6 **under STEP ONE is greater than the ratio for the previous school**
 7 **year. The amount of the reduction is two and five-tenths percent**
 8 **(2.5%) of the amount per ADM for each one-tenth (0.1) increase in**
 9 **the ratio.**

10 SECTION 110. IC 21-1-30-3.3 IS AMENDED TO READ AS
 11 FOLLOWS [EFFECTIVE JANUARY 1, 2001]: Sec. 3.3. The amount
 12 to be distributed to **used in section 7 of this chapter for** a school
 13 corporation that implements this chapter for grade 3 is the amount
 14 determined under ~~subdivision (6)~~ of the following formula:

- 15 ~~(1) Determine the quotient of:~~
- 16 ~~(A) the ADM of the school corporation, as determined under~~
 17 ~~section 2(2) of this chapter in grade 3 for the current school~~
 18 ~~year; divided by~~
 19 ~~(B) twenty (20).~~
- 20 ~~(2) Determine the lesser of:~~
- 21 ~~(A) the amount determined under subdivision (1); or~~
 22 ~~(B) the number of full-time teacher equivalents employed by~~
 23 ~~the school corporation for the current school year in grade 3~~
 24 ~~classes.~~
- 25 ~~(3) Determine the sum of:~~
- 26 ~~(A) the number of full-time teacher equivalents allocated by~~
 27 ~~the school corporation to grade 3 classes for the respective~~
 28 ~~base year; and~~
 29 ~~(B) the net number of full-time teacher equivalents that the~~
 30 ~~school corporation has reassigned since the base year; to grade~~
 31 ~~levels affected by this chapter from grade levels not affected~~
 32 ~~by this chapter; as determined by the Indiana state board of~~
 33 ~~education; and as measured in the current year.~~
- 34 ~~(4) Determine the remainder of:~~
- 35 ~~(A) the amount determined under subdivision (2); minus~~
 36 ~~(B) the amount determined under subdivision (3).~~
- 37 ~~(5) Determine the greater of:~~
- 38 ~~(A) the amount determined under subdivision (4); or~~

- 1 ~~(B)~~ zero (0);
- 2 ~~(6)~~ Determine the product of:
- 3 (A) the amount determined under subdivision (5); and
- 4 ~~(B)~~ twenty-five thousand seven hundred fifty-two dollars
- 5 (\$25,752) beginning with the 1995-1996 school year and
- 6 twenty-six thousand five hundred twenty-six dollars (\$26,526)
- 7 beginning with the 1996-1997 school year and for each school
- 8 year thereafter.
- 9 **STEP ONE: Determine the greater of twenty (20) or the result**
- 10 **of:**
- 11 (A) the ADM of the school corporation, as determined
- 12 under section 2(2) of this chapter in grade 3 for the current
- 13 school year; divided by
- 14 (B) the number of full-time primetime staff equivalents
- 15 employed by the school corporation for the current school
- 16 year in grade 3 classes.
- 17 **STEP TWO: Determine the result of:**
- 18 (A) the STEP ONE result; divided by
- 19 (B) twenty-three and five-tenths (23.5).
- 20 **STEP THREE: Determine the greater of zero (0) or the result**
- 21 **of:**
- 22 (A) one (1); minus
- 23 (B) the STEP TWO result.
- 24 **STEP FOUR: Determine the result of:**
- 25 (A) the STEP THREE result; multiplied by
- 26 (B) the school corporation's staff cost.
- 27 **STEP FIVE: Determine the result of:**
- 28 (A) the STEP FOUR result; divided by
- 29 (B) the STEP ONE result.
- 30 **STEP SIX: Determine the result of:**
- 31 (A) the STEP FIVE result; multiplied by
- 32 (B) the ADM of the school corporation, as determined
- 33 under section 2(2) of this chapter in grade 3 for the current
- 34 school year.
- 35 **The amount to be used in section 7 of this chapter must be reduced**
- 36 **if the school corporation's primetime staff/pupil ratio determined**
- 37 **under STEP ONE is greater than the ratio for the previous school**
- 38 **year. The amount of the reduction is two and five-tenths percent**

1 **(2.5%) of the amount per ADM for each one-tenth (0.1) increase in**
 2 **the ratio.**

3 SECTION 111. IC 21-1-30-5 IS AMENDED TO READ AS
 4 FOLLOWS [EFFECTIVE JANUARY 1, 2001]: Sec. 5. (a) The Indiana
 5 state board of education shall approve the counting of classroom
 6 instructional aides as teachers under section 2(4) of this chapter or the
 7 negotiation of transfer tuition agreements between school corporations
 8 under IC 20-8.1-6.1-8(i) if the school corporation can substantiate each
 9 year that providing adequate classroom space for the attainment of the
 10 **average a pupil/teacher ratio permitted of eighteen (18) to one (1) for**
 11 **kindergarten and grade one (1) and twenty (20) to one (1) for**
 12 **grades two (2) and three (3) under section 3, 3.1, 3.2, or 3.3 of this**
 13 chapter creates an unreasonable hardship for that school corporation.

14 (b) If a school corporation qualifies under subsection (a) for
 15 classroom instructional aides and the number determined under section
 16 3(3)(B); 3.1(3)(B); 3.2(3)(B); or 3.3(3)(B) of this chapter, respectively,
 17 is greater than zero (0); that school corporation shall receive an
 18 additional amount for the hiring of classroom instructional aides equal
 19 to the number determined under the respective section 3(3)(B);
 20 3.1(3)(B); 3.2(3)(B); or 3.3(3)(B) of this chapter, multiplied by six
 21 thousand dollars (\$6,000).

22 (c) (b) If a school corporation qualifies under subsection (a) for
 23 classroom instructional aides, the school corporation shall present to
 24 the Indiana state board of education a plan concerning that school
 25 corporation's instructional aides program.

26 SECTION 112. IC 21-1-30-7 IS AMENDED TO READ AS
 27 FOLLOWS [EFFECTIVE JANUARY 1, 2001]: Sec. 7. (a) **In addition**
 28 **to state tuition support under IC 21-3-1.7, the amount to be**
 29 **distributed to a school corporation that implements this chapter in**
 30 **kindergarten, grade 1, grade 2, or grade 3 is the amount**
 31 **determined under the following formula:**

32 **STEP ONE: Determine the result of:**

- 33 **(A) the kindergarten amount under section 3 of this**
- 34 **chapter;**
- 35 **(B) the grade 1 amount under section 3.1 of this chapter;**
- 36 **(C) the grade 2 amount under section 3.2 of this chapter;**
- 37 **plus**
- 38 **(D) the grade 3 amount under section 3.3 of this chapter.**

1 **STEP TWO: Determine the greater of:**

2 **(A) the lesser of:**

3 **(i) the STEP ONE result; or**

4 **(ii) the amount the school corporation received under**
 5 **this chapter for the preceding school year multiplied by**
 6 **one and one-tenth (1.1) less the penalties imposed under**
 7 **sections 3, 3.1, 3.2, and 3.3 of this chapter; or**

8 **(B) the amount the school corporation received under this**
 9 **chapter for the 1998-1999 school year less the penalties**
 10 **imposed under sections 3, 3.1, 3.2, and 3.3 of this chapter.**

11 ~~(a)~~ **(b)** School corporations shall apply for money under this chapter
 12 on a form prescribed by the Indiana state board of education on or
 13 before the date designated by the Indiana state board of education.

14 ~~(b)~~ **(c)** The Indiana state board shall distribute the funds in twelve
 15 (12) monthly installments to the school corporations on or before the
 16 fifteenth day of each month.

17 ~~(c)~~ **(d)** If the money appropriated in any fiscal year by the general
 18 assembly for the primetime program is insufficient to fund the state
 19 primetime distribution formula under this chapter, all claims shall be
 20 reduced proportionately.

21 SECTION 113. THE FOLLOWING ARE REPEALED
 22 [EFFECTIVE JANUARY 1, 2001]: IC 21-1-30-4.

23 SECTION 114. [EFFECTIVE JANUARY 1, 2000]
 24 **Notwithstanding IC 21-1-30, as it existed on January 1, 2000, a**
 25 **school corporation's primetime distribution shall be determined on**
 26 **a calendar year basis and shall be combined with state tuition**
 27 **support. Beginning with distributions to be made in 2001, a school**
 28 **corporation's primetime distribution shall be determined on a**
 29 **calendar year basis under IC 21-1-30, as amended by this act.**

30 SECTION 115. IC 4-22-2-37.1 IS AMENDED TO READ AS
 31 FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 37.1. (a) This
 32 section applies to a rulemaking action resulting in any of the following
 33 rules:

34 (1) An order adopted by the commissioner of the Indiana
 35 department of transportation under IC 9-20-1-3(d) or
 36 IC 9-21-4-7(a) and designated by the commissioner as an
 37 emergency rule.

38 (2) An action taken by the director of the department of natural

- 1 resources under IC 14-22-2-6(d) or IC 14-22-6-13.
- 2 (3) An emergency temporary standard adopted by the
3 occupational safety standards commission under
4 IC 22-8-1.1-16.1.
- 5 (4) An emergency rule adopted by the solid waste management
6 board under IC 13-22-2-3 and classifying a waste as hazardous.
- 7 (5) A rule, other than a rule described in subdivision (6), adopted
8 by the department of financial institutions under IC 24-4.5-6-107
9 and declared necessary to meet an emergency.
- 10 (6) A rule required under IC 24-4.5-1-106 that is adopted by the
11 department of financial institutions and declared necessary to
12 meet an emergency under IC 24-4.5-6-107.
- 13 (7) A rule adopted by the Indiana utility regulatory commission to
14 address an emergency under IC 8-1-2-113.
- 15 (8) An emergency rule jointly adopted by the water pollution
16 control board and the budget agency under IC 13-18-13-18.
- 17 (9) An emergency rule adopted by the state lottery commission
18 under IC 4-30-3-9.
- 19 (10) A rule adopted under IC 16-19-3-5 that the executive board
20 of the state department of health declares is necessary to meet an
21 emergency.
- 22 (11) An emergency rule adopted by the Indiana transportation
23 finance authority under IC 8-21-12.
- 24 (12) An emergency rule adopted by the insurance commissioner
25 under IC 27-1-23-7.
- 26 (13) An emergency rule adopted by the Indiana horse racing
27 commission under IC 4-31-3-9.
- 28 (14) An emergency rule adopted by the air pollution control
29 board, the solid waste management board, or the water pollution
30 control board under IC 13-15-4-10(4) or to comply with a
31 deadline required by federal law, provided:
- 32 (A) the variance procedures are included in the rules; and
33 (B) permits or licenses granted during the period the
34 emergency rule is in effect are reviewed after the emergency
35 rule expires.
- 36 (15) An emergency rule adopted by the Indiana election
37 commission under IC 3-6-4.1-14.
- 38 (16) An emergency rule adopted by the department of natural

- 1 resources under IC 14-10-2-5.
- 2 (17) An emergency rule adopted by the Indiana gaming
3 commission under IC 4-33-4-2, IC 4-33-4-3, or IC 4-33-4-14.
- 4 (18) An emergency rule adopted by the alcoholic beverage
5 commission under IC 7.1-3-17.5, IC 7.1-3-17.7, or
6 IC 7.1-3-20-24.4.
- 7 (19) An emergency rule adopted by the department of financial
8 institutions under IC 28-15-11.
- 9 (20) An emergency rule adopted by the office of the secretary of
10 family and social services under IC 12-8-1-12.
- 11 **(21) An emergency rule adopted by the office of the children's**
12 **health insurance program under IC 12-17.6-2-7.**
- 13 (b) The following do not apply to rules described in subsection (a):
14 (1) Sections 24 through 36 of this chapter.
15 (2) IC 13-14-9.
- 16 (c) After a rule described in subsection (a) has been adopted by the
17 agency, the agency shall submit the rule to the publisher for the
18 assignment of a document control number. The agency shall submit the
19 rule in the form required by section 20 of this chapter and with the
20 documents required by section 21 of this chapter. The publisher shall
21 determine the number of copies of the rule and other documents to be
22 submitted under this subsection.
- 23 (d) After the document control number has been assigned, the
24 agency shall submit the rule to the secretary of state for filing. The
25 agency shall submit the rule in the form required by section 20 of this
26 chapter and with the documents required by section 21 of this chapter.
27 The secretary of state shall determine the number of copies of the rule
28 and other documents to be submitted under this subsection.
- 29 (e) Subject to section 39 of this chapter, the secretary of state shall:
30 (1) accept the rule for filing; and
31 (2) file stamp and indicate the date and time that the rule is
32 accepted on every duplicate original copy submitted.
- 33 (f) A rule described in subsection (a) takes effect on the latest of the
34 following dates:
35 (1) The effective date of the statute delegating authority to the
36 agency to adopt the rule.
37 (2) The date and time that the rule is accepted for filing under
38 subsection (e).

- 1 (3) The effective date stated by the adopting agency in the rule.
- 2 (4) The date of compliance with every requirement established by
- 3 law as a prerequisite to the adoption or effectiveness of the rule.
- 4 (g) Subject to subsection (h), IC 14-10-2-5, IC 14-22-2-6, and
- 5 IC 22-8-1.1-16.1, a rule adopted under this section expires not later
- 6 than ninety (90) days after the rule is accepted for filing under
- 7 subsection (e). Except for a rule adopted under subsection (a)(14), the
- 8 rule may be extended by adopting another rule under this section, but
- 9 only for one (1) extension period. A rule adopted under subsection
- 10 (a)(14) may be extended for two (2) extension periods. Except for a
- 11 rule adopted under subsection (a)(14), for a rule adopted under this
- 12 section to be effective after one (1) extension period, the rule must be
- 13 adopted under:
- 14 (1) sections 24 through 36 of this chapter; or
- 15 (2) IC 13-14-9;
- 16 as applicable.
- 17 (h) A rule described in subsection (a)(6), (a)(9), or (a)(13) expires
- 18 on the earlier of the following dates:
- 19 (1) The expiration date stated by the adopting agency in the rule.
- 20 (2) The date that the rule is amended or repealed by a later rule
- 21 adopted under sections 24 through 36 of this chapter or this
- 22 section.
- 23 (i) This section may not be used to readopt a rule under IC 4-22-2.5.
- 24 SECTION 116. IC 4-23-26 IS ADDED TO THE INDIANA CODE
- 25 AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE
- 26 UPON PASSAGE]:
- 27 **Chapter 26. Advisory Committee for Children With Special**
- 28 **Health Needs**
- 29 **Sec. 1. As used in this chapter, "committee" refers to the**
- 30 **advisory committee for children with special health needs**
- 31 **established by section 2 of this chapter.**
- 32 **Sec. 2. The advisory committee for children with special health**
- 33 **needs is established.**
- 34 **Sec. 3. (a) The committee consists of the following members:**
- 35 **(1) The director of the children's special health care services**
- 36 **program.**
- 37 **(2) The director of the first steps program.**
- 38 **(3) The chair of the governor's interagency coordinating**

- 1 **council for early intervention.**
- 2 **(4) The chair of the children's special health care services**
- 3 **advisory council under 410 IAC 3.2-11.**
- 4 **(5) The director of the division of special education created**
- 5 **under IC 20-1-6-2.1.**
- 6 **(6) One (1) representative of the Indiana chapter of the**
- 7 **American Academy of Pediatrics.**
- 8 **(7) One (1) representative of a family advocacy group.**
- 9 **(8) Three (3) parents of children with special health needs.**
- 10 **(9) Three (3) parents of children who are enrolled in the:**
- 11 **(A) children's health insurance program under IC 12-17.6;**
- 12 **or**
- 13 **(B) Medicaid managed care program for children.**
- 14 **(b) The members under subdivisions (1) and (2) are nonvoting**
- 15 **members.**
- 16 **Sec. 4. (a) The governor shall appoint the committee members**
- 17 **under section 3(6), 3(7), 3(8), and 3(9) of this chapter.**
- 18 **(b) The term of each member appointed under subsection (a) is**
- 19 **three (3) years.**
- 20 **(c) A committee member identified in subsection (a) may be**
- 21 **reappointed to serve consecutive terms.**
- 22 **Sec. 5. (a) The director of the children's special health care**
- 23 **services program is chair of the committee during odd numbered**
- 24 **years.**
- 25 **(b) The director of the first steps program is chair of the**
- 26 **committee during even numbered years.**
- 27 **Sec. 6. The committee shall meet at least quarterly at the call of**
- 28 **the chair.**
- 29 **Sec. 7. Eight (8) members of the committee constitute a quorum.**
- 30 **Sec. 8. (a) Each member of the committee who is not a state**
- 31 **employee is entitled to receive both of the following:**
- 32 **(1) The minimum salary per diem provided by**
- 33 **IC 4-10-11-2.1(b).**
- 34 **(2) Reimbursement for travel expenses and other expenses**
- 35 **actually incurred in connection with the member's duties, as**
- 36 **provided in the state travel policies and procedures**
- 37 **established by the Indiana department of administration and**
- 38 **approved by the budget agency.**

1 (b) Each member of the committee who is a state employee is
 2 entitled to reimbursement for travel expenses and other expenses
 3 actually incurred in connection with the member's duties, as
 4 provided in the state travel policies and procedures established by
 5 the Indiana department of administration and approved by the
 6 budget agency.

7 Sec. 9. The committee shall advise and assist the children's
 8 health policy board established by IC 4-23-27-2 in the
 9 development, coordination, and evaluation of policies that have an
 10 impact on children, with a focus on children with special health
 11 needs, by doing the following:

12 (1) Seeking information from families, service providers,
 13 advocacy groups, and health care specialists about state or
 14 local policies that impede the provision of quality service.

15 (2) Taking steps to ensure that relevant health policy issues
 16 that have an impact on children are forwarded to the
 17 children's health policy board.

18 (3) Advising the children's health policy board with respect to
 19 the integration of services across:

20 (A) programs; and

21 (B) state agencies;

22 for children with special health needs.

23 SECTION 117. IC 4-23-27 IS ADDED TO THE INDIANA CODE
 24 AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE
 25 UPON PASSAGE]:

26 **Chapter 27. Children's Health Policy Board**

27 Sec. 1. As used in this chapter, "board" refers to the children's
 28 health policy board established by section 2 of this chapter.

29 Sec. 2. The children's health policy board is established.

30 Sec. 3. The board consists of the following members:

31 (1) The chair, appointed by the governor.

32 (2) The secretary of family and social services.

33 (3) The state health commissioner.

34 (4) The insurance commissioner of Indiana.

35 (5) The state personnel director.

36 (6) The budget director.

37 (7) The state superintendent of public instruction.

38 Sec. 4. The governor may appoint a member of the board listed

1 under section 3(2) through 3(7) of this chapter as chair of the
2 board.

3 **Sec. 5. (a) Four (4) members of the board constitute a quorum.**

4 **(b) The affirmative vote of at least four (4) members of the**
5 **board is required for the board to take any official action.**

6 **Sec. 6. (a) The board shall meet monthly at the call of the chair.**

7 **(b) The board shall hold public hearings in diverse locations**
8 **throughout the state at least three (3) times each year.**

9 **Sec. 7. The board shall direct policy coordination of children's**
10 **health programs by doing the following:**

11 **(1) Developing a comprehensive policy in the following areas:**

12 **(A) Appropriate delivery systems of care.**

13 **(B) Enhanced access to care.**

14 **(C) The use of various program funding for maximum**
15 **efficiency.**

16 **(D) The optimal provider participation in various**
17 **programs.**

18 **(E) The potential for expanding health insurance coverage**
19 **to other populations.**

20 **(F) Technology needs, including technology to coordinate**
21 **payment for services provided through the children's**
22 **health insurance program under IC 12-17.6 with:**

23 **(i) services provided to children with special health**
24 **needs; and**

25 **(ii) public health programs designed to protect all**
26 **children.**

27 **(G) Appropriate organizational structure to implement**
28 **health policy in the state.**

29 **(2) Coordinating aspects of existing children's health**
30 **programs, including the children's health insurance program,**
31 **Medicaid managed care for children, first steps, and**
32 **children's special health care services, in order to achieve a**
33 **more seamless system easily accessible by participants and**
34 **providers, specifically in the following areas:**

35 **(A) Identification of potential enrollees.**

36 **(B) Outreach.**

37 **(C) Eligibility criteria.**

38 **(D) Enrollment.**

- 1 **(E) Benefits and coverage issues.**
 2 **(F) Provider requirements.**
 3 **(G) Evaluation.**
 4 **(H) Procurement policies.**
 5 **(I) Information technology systems.**
 6 **(3) Reviewing, analyzing, disseminating, and using data when**
 7 **making policy decisions.**
 8 **(4) Overseeing implementation of the children's health**
 9 **insurance program under IC 12-17.6, including:**
 10 **(A) reviewing:**
 11 **(i) benefits provided by;**
 12 **(ii) eligibility requirements for; and**
 13 **(iii) each evaluation of;**
 14 **the children's health insurance program on an annual**
 15 **basis in light of available funding; and**
 16 **(B) making recommendations for changes to the children's**
 17 **health insurance program to the office of the children's**
 18 **health insurance program established under**
 19 **IC 12-17.6-2-1.**

20 **Sec. 8. The board may draw upon the expertise of other boards,**
 21 **committees, and individuals whenever the board determines that**
 22 **such expertise is needed.**

23 SECTION 117. IC 12-7-2-52.2 IS ADDED TO THE INDIANA
 24 CODE AS A NEW SECTION TO READ AS FOLLOWS
 25 [EFFECTIVE UPON PASSAGE]: **Sec. 52.2. "Crowd out", for**
 26 **purposes of IC 12-17.6, has the meaning set forth in IC 12-17.6-1-2.**

27 SECTION 118. IC 12-7-2-91 IS AMENDED TO READ AS
 28 FOLLOWS [EFFECTIVE UPON PASSAGE]: **Sec. 91. "Fund" means**
 29 **the following:**

- 30 (1) For purposes of IC 12-12-1-9, the fund described in
 31 IC 12-12-1-9.
 32 (2) For purposes of IC 12-13-8, the meaning set forth in
 33 IC 12-13-8-1.
 34 (3) For purposes of IC 12-15-20, the meaning set forth in
 35 IC 12-15-20-1.
 36 (4) For purposes of IC 12-17-12, the meaning set forth in
 37 IC 12-17-12-4.
 38 **(5) For purposes of IC 12-17.6, the meaning set forth in**

- 1 **IC 12-17.6-1-3.**
 2 ~~(5)~~ **(6)** For purposes of IC 12-18-4, the meaning set forth in
 3 IC 12-18-4-1.
 4 ~~(6)~~ **(7)** For purposes of IC 12-18-5, the meaning set forth in
 5 IC 12-18-5-1.
 6 ~~(7)~~ **(8)** For purposes of IC 12-19-3, the meaning set forth in
 7 IC 12-19-3-1.
 8 ~~(8)~~ **(9)** For purposes of IC 12-19-4, the meaning set forth in
 9 IC 12-19-4-1.
 10 ~~(9)~~ **(10)** For purposes of IC 12-19-7, the meaning set forth in
 11 IC 12-19-7-2.
 12 ~~(10)~~ **(11)** For purposes of IC 12-23-2, the meaning set forth in
 13 IC 12-23-2-1.
 14 ~~(11)~~ **(12)** For purposes of IC 12-24-6, the meaning set forth in
 15 IC 12-24-6-1.
 16 ~~(12)~~ **(13)** For purposes of IC 12-24-14, the meaning set forth in
 17 IC 12-24-14-1.
 18 ~~(13)~~ **(14)** For purposes of IC 12-30-7, the meaning set forth in
 19 IC 12-30-7-3.

20 SECTION 119. IC 12-7-2-134 IS AMENDED TO READ AS
 21 FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 134. "Office"
 22 means the following:

- 23 (1) Except as provided in subdivisions (2) and (3), the office of
 24 Medicaid policy and planning established by IC 12-8-6-1.
 25 (2) For purposes of IC 12-10-13, the meaning set forth in
 26 IC 12-10-13-4.
 27 (3) For purposes of ~~IC 12-17-18~~; **IC 12-17.6**, the meaning set
 28 forth in ~~IC 12-17-18-1~~; **IC 12-17.6-1-4**.

29 SECTION 120. IC 12-7-2-146 IS AMENDED TO READ AS
 30 FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 146. "Program"
 31 refers to the following:

- 32 (1) For purposes of IC 12-10-7, the adult guardianship services
 33 program established by IC 12-10-7-5.
 34 (2) For purposes of IC 12-10-10, the meaning set forth in
 35 IC 12-10-10-5.
 36 **(3) For purposes of IC 12-17.6, the meaning set forth in**
 37 **IC 12-17.6-1-5.**

38 SECTION 121. IC 12-7-2-149 IS AMENDED TO READ AS

1 FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 149. "Provider"
2 means the following:

3 (1) For purposes of IC 12-10-7, the meaning set forth in
4 IC 12-10-7-3.

5 (2) For purposes of the following statutes, an individual, a
6 partnership, a corporation, or a governmental entity that is
7 enrolled in the Medicaid program under rules adopted under
8 IC 4-22-2 by the office of Medicaid policy and planning:

9 (A) IC 12-14-1 through IC 12-14-9.

10 (B) IC 12-15, except IC 12-15-32, IC 12-15-33, and
11 IC 12-15-34.

12 (C) IC 12-17-10.

13 (D) IC 12-17-11.

14 **(E) IC 12-17.6.**

15 (3) For purposes of IC 12-17-9, the meaning set forth in
16 IC 12-17-9-2.

17 ~~(4) For purposes of IC 12-17-18, the meaning set forth in~~
18 ~~IC 12-17-18-2.~~

19 ~~(5) For the purposes of IC 12-17.2, a person who operates a child~~
20 ~~care center or child care home under IC 12-17.2.~~

21 ~~(6) (5) For purposes of IC 12-17.4, a person who operates a child~~
22 ~~caring institution, foster family home, group home, or child~~
23 ~~placing agency under IC 12-17.4.~~

24 SECTION 122. IC 12-13-8-4 IS AMENDED TO READ AS
25 FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 4. For taxes first
26 due and payable in 1990, each county shall impose a medical
27 assistance property tax levy equal to the amount determined using the
28 following formula:

29 STEP ONE: Determine the sum of the amounts that were incurred
30 by the county as determined by the state board of accounts for all
31 medical care, including psychiatric care and institutional
32 psychiatric care, for wards of the county office (described in
33 ~~IC 12-15-2-15) IC 12-15-2-16) that was provided in 1986, 1987,~~
34 ~~and 1988.~~

35 STEP TWO: Subtract from the amount determined in STEP ONE
36 the sum of:

37 (A) the amount of bank taxes (IC 6-5-10);

38 (B) the amount of savings and loan association taxes (IC

1 6-5-11);
 2 (C) the amount of production credit association taxes (IC
 3 6-5-12); plus
 4 (D) the amount of motor vehicle excise taxes (IC 6-6-5);
 5 that were allocated to the county welfare fund and used to pay for
 6 the medical care for wards provided in 1986, 1987, and 1988.

7 STEP THREE: Divide the amount determined in STEP TWO by
 8 three (3).

9 STEP FOUR: Adjust the amount determined in STEP THREE by
 10 the amount determined by the state board of tax commissioners
 11 under section 6 of this chapter.

12 STEP FIVE: Multiply the amount determined in STEP FOUR by
 13 the greater of:

14 (A) the assessed value growth quotient determined under
 15 IC 6-1.1-18.5-2 for the county for property taxes first due and
 16 payable in 1990; or

17 (B) the statewide average assessed value growth quotient
 18 using the county assessed value growth quotients determined
 19 under IC 6-1.1-18.5-2 for property taxes first due and payable
 20 in 1990.

21 STEP SIX: Multiply the amount determined in STEP FIVE by the
 22 statewide average assessed value growth quotient, using all the
 23 county assessed value growth quotients determined under
 24 IC 6-1.1-18.5-2 for the year in which the tax levy under this
 25 section will be first due and payable.

26 SECTION 123. IC 12-15-1-19 IS ADDED TO THE INDIANA
 27 CODE AS A **NEW SECTION TO READ AS FOLLOWS**
 28 [EFFECTIVE UPON PASSAGE]: **Sec. 19. The office may, in**
 29 **administering managed care programs, contract with community**
 30 **entities, including private entities, to do the following:**

31 **(1) Outreach for and enrollment in the managed care**
 32 **programs.**

33 **(2) Provision of services.**

34 **(3) Consumer education and public health education.**

35 SECTION 124. IC 12-15-2-14 IS AMENDED TO READ AS
 36 FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 14. (a) An individual:

37 (1) who is less than ~~one~~ **(1) year nineteen (19) years** of age;

38 (2) who is not described in 42 U.S.C. 1396a(a)(10)(A)(i); and

1 (3) whose family income does not exceed the income level
 2 established in subsection (b);
 3 is eligible to receive Medicaid.

4 (b) An individual described in this section is eligible to receive
 5 Medicaid, subject to 42 U.S.C. 1396a et seq., if the individual's family
 6 income does not exceed one hundred fifty percent (150%) of the
 7 federal income poverty level for the same size family.

8 (c) The office may apply a resource standard in determining the
 9 eligibility of an individual described in this section.

10 SECTION 125. IC 12-15-2-15.7 IS AMENDED TO READ AS
 11 FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 15.7. ~~(a)~~ An individual
 12 who is less than nineteen (19) years of age and who is eligible for
 13 Medicaid under ~~sections~~ **section 14 through 15.6** of this chapter is
 14 eligible to receive Medicaid until the earlier of the following:

15 (1) The end of a period of twelve (12) consecutive months
 16 following a determination of the individual's eligibility for
 17 Medicaid.

18 (2) The individual becomes nineteen (19) years of age.

19 ~~(b) This section expires August 31, 1999.~~

20 SECTION 126. IC 12-15-4-5 IS ADDED TO THE INDIANA
 21 CODE AS A **NEW SECTION** TO READ AS FOLLOWS
 22 [EFFECTIVE UPON PASSAGE]: **Sec. 5. The office shall implement**
 23 **outreach strategies that build on community resources.**

24 SECTION 127. IC 12-15-20-2 IS AMENDED TO READ AS
 25 FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 2. The Medicaid
 26 indigent care trust fund is established to pay the state's share of the
 27 following:

28 (1) Enhanced disproportionate share payments to providers under
 29 IC 12-15-19.

30 (2) Disproportionate share payments and significant
 31 disproportionate share payments for certain outpatient services
 32 under IC 12-15-17-3.

33 (3) Medicaid payments for pregnant women described in
 34 IC 12-15-2-13 and infants and children described in
 35 IC 12-15-2-14. ~~IC 12-15-2-15, and IC 12-15-2-15.5.~~

36 (4) Municipal disproportionate share payments to providers under
 37 IC 12-15-19-8.

38 SECTION 128. IC 12-15-33-2 IS AMENDED TO READ AS

1 FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 2. The Medicaid
 2 advisory committee is created to act in an advisory capacity to the
 3 **following:**

- 4 (1) **The office in the administration of the Medicaid program.**
 5 (2) **The children's health policy board established by**
 6 **IC 4-23-27-2 in the board's responsibility to direct policy**
 7 **coordination of children's health programs.**

8 SECTION 129. IC 12-15-33-3 IS AMENDED TO READ AS
 9 FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 3. The committee
 10 shall be appointed as follows:

11 (1) One (1) member shall be appointed by the administrator of the
 12 office to represent each of the following organizations:

- 13 (A) Indiana Council of Community Mental Health Centers.
 14 (B) Indiana State Medical Association.
 15 (C) Indiana State Chapter of the American Academy of
 16 Pediatrics.
 17 (D) Indiana Hospital Association.
 18 (E) Indiana Dental Association.
 19 (F) Indiana State Psychiatric Association.
 20 (G) Indiana State Osteopathic Association.
 21 (H) Indiana State Nurses Association.
 22 (I) Indiana State Licensed Practical Nurses Association.
 23 (J) Indiana State Podiatry Association.
 24 (K) Indiana Health Care Association.
 25 (L) Indiana Optometric Association.
 26 (M) Indiana Pharmaceutical Association.
 27 (N) Indiana Psychological Association.
 28 (O) Indiana State Chiropractic Association.
 29 (P) Indiana Ambulance Association.
 30 (Q) Indiana Association for Home Care.
 31 (R) Indiana Academy of Ophthalmology.
 32 (S) Indiana Speech and Hearing Association.

33 (2) ~~Eight (8)~~ **Ten (10)** members shall be appointed by the
 34 governor as follows:

- 35 (A) One (1) member who represents agricultural interests.
 36 (B) One (1) member who represents business and industrial
 37 interests.
 38 (C) One (1) member who represents labor interests.

- 1 (D) One (1) member who represents insurance interests.
- 2 (E) One (1) member who represents a statewide taxpayer
- 3 association.
- 4 (F) **Two (2) members who are parent advocates.**
- 5 (G) Three (3) members who represent Indiana citizens.
- 6 (3) One (1) member shall be appointed by the president pro
- 7 tempore of the senate acting in the capacity as president pro
- 8 tempore of the senate to represent the senate.
- 9 (4) One (1) member shall be appointed by the speaker of the
- 10 house of representatives to represent the house of representatives.

11 SECTION 130. IC 12-17.6 IS ADDED TO THE INDIANA CODE
 12 AS A **NEW ARTICLE** TO READ AS FOLLOWS [EFFECTIVE
 13 UPON PASSAGE]:

14 **ARTICLE 17.6. CHILDREN'S HEALTH INSURANCE**
 15 **PROGRAM**

16 **Chapter 1. Definitions**

17 **Sec. 1. The definitions in this chapter apply throughout this**
 18 **article.**

19 **Sec. 2. "Crowd out" means the extent to which:**

20 **(1) families substitute coverage offered under the program for**
 21 **employer sponsored health insurance coverage for children;**
 22 **or**

23 **(2) employers:**

24 **(A) reduce or eliminate health insurance benefits for**
 25 **children under an employer based health insurance plan;**
 26 **or**

27 **(B) increase the employee's share of the cost of benefits for**
 28 **children under an employer based health insurance plan**
 29 **relative to the total cost of the plan;**

30 **as a result of the program.**

31 **Sec. 3. "Fund" refers to the children's health insurance**
 32 **program fund established by IC 12-17.6-7-1.**

33 **Sec. 4. "Office" refers to the office of the children's health**
 34 **insurance program established by IC 12-17.6-2-1.**

35 **Sec. 5. "Program" refers to the children's health insurance**
 36 **program established by IC 12-17.6-2.**

37 **Sec. 6. "Provider" has the meaning set forth in IC 12-7-2-149(2).**

38 **Chapter 2. Program Administration**

1 **Sec. 1. The office of the children's health insurance program is**
2 **established within the office of the secretary.**

3 **Sec. 2. The office shall design and administer a system to**
4 **provide health benefits coverage for children eligible for the**
5 **program.**

6 **Sec. 3. To the greatest extent possible, the office shall use the**
7 **same:**

8 (1) **eligibility determination;**

9 (2) **enrollment;**

10 (3) **provider networks; and**

11 (4) **claims payment systems;**

12 **as are used by the Medicaid managed care program for children.**

13 **Sec. 4. The office shall evaluate the feasibility of the following:**

14 (1) **Establishing a program to subsidize employer sponsored**
15 **coverage under the program.**

16 (2) **Expanding health insurance coverage under the program**
17 **to other populations as provided under section 2105(c)(3) of**
18 **the federal Social Security Act.**

19 **Sec. 5. Reviews of the program shall:**

20 (1) **be conducted in compliance with federal requirements;**
21 **and**

22 (2) **include an analysis of the extent to which crowd out is**
23 **occurring.**

24 **Sec. 6. The office shall do the following:**

25 (1) **Establish performance criteria and evaluation measures.**

26 (2) **Monitor program performance.**

27 (3) **Adopt a sliding scale formula that:**

28 (A) **specifies the premiums, if any, to be paid by the parent**
29 **or guardian of a child enrolled in the program; and**

30 (B) **is based on the child's family income.**

31 **Sec. 7. (a) The office shall contract with an independent**
32 **organization to evaluate the program.**

33 (b) **The office shall report the results of each evaluation to the**
34 **children's health policy board established by IC 4-23-27-2.**

35 (c) **This section does not modify the requirements of other**
36 **statutes relating to the confidentiality of medical records.**

37 **Sec. 8. The office may, in administering the program, contract**
38 **with community entities, including private entities, to do the**

1 following:

2 (1) Outreach for and enrollment in the managed care
3 program.

4 (2) Provision of services.

5 (3) Consumer education and public health education.

6 Sec. 9. (a) The office shall incorporate creative methods,
7 reflective of community level objectives and input, to do the
8 following:

9 (1) Encourage beneficial and appropriate use of health care
10 services.

11 (2) Pursue efforts to enhance provider availability.

12 (b) In determining the best approach for each area, the office
13 shall do the following:

14 (1) Evaluate distinct market areas.

15 (2) Weigh the advantages and disadvantages of alternative
16 delivery models, including the following:

17 (A) Risk based managed care only.

18 (B) Primary care gatekeeper model only.

19 (C) A combination of clauses (A) and (B).

20 Sec. 10. (a) The office may establish a program to subsidize
21 employer sponsored coverage for:

22 (1) eligible individuals; and

23 (2) the families of eligible individuals;

24 consistent with federal law.

25 (b) If the office establishes a program under subsection (a), the
26 employer sponsored benefit package must comply with federal law.

27 Sec. 11. (a) The office shall adopt rules under IC 4-22-2 to
28 implement the program.

29 (b) The office may adopt emergency rules under IC 4-22-2-37.1
30 to implement the program on an emergency basis.

31 Sec. 12. Not later than April 1, the office shall provide a report
32 describing the program's activities during the preceding calendar
33 year to the:

34 (1) budget committee;

35 (2) legislative council; and

36 (3) children's health policy board established by IC 4-23-27-2.

37 Chapter 3. Eligibility, Outreach, and Enrollment

38 Sec. 1. This chapter does not apply until January 1, 2000.

1 **Sec. 2. (a) To be eligible to enroll in the program, a child must**
 2 **meet the following requirements:**

3 **(1) The child is less than nineteen (19) years of age.**

4 **(2) The child is a member of a family with an annual income**
 5 **of:**

6 **(A) more than one hundred fifty percent (150%); and**

7 **(B) not more than two hundred percent (200%);**

8 **of the federal income poverty level.**

9 **(3) The child is a resident of Indiana.**

10 **(4) The child meets all eligibility requirements under Title**
 11 **XXI of the federal Social Security Act.**

12 **(5) The child's family agrees to pay any cost sharing amounts**
 13 **required by the office.**

14 **(b) The office may adjust eligibility requirements based on**
 15 **available program resources under rules adopted under IC 4-22-2.**

16 **Sec. 3. (a) Subject to subsection (b), a child who is eligible for**
 17 **the program shall receive services from the program until the**
 18 **earlier of the following:**

19 **(1) The end of a period of twelve (12) consecutive months**
 20 **following the determination of the child's eligibility for the**
 21 **program.**

22 **(2) The child becomes nineteen (19) years of age.**

23 **(b) Subsection (a) applies only if the child and the child's family**
 24 **comply with enrollment requirements.**

25 **Sec. 4. The office shall implement outreach strategies that build**
 26 **on community resources.**

27 **Sec. 5. A child may apply at an enrollment center as provided in**
 28 **IC 12-15-4-1 to receive health care services from the program if**
 29 **the child meets the eligibility requirements of section 2 of this**
 30 **chapter.**

31 **Chapter 4. Benefits, Crowd Out, and Cost Sharing**

32 **Sec. 1. This chapter does not apply until January 1, 2000.**

33 **Sec. 2. The benefit package provided under the program shall:**

34 **(1) comply with federal law;**

35 **(2) focus on age appropriate preventive, primary, and acute**
 36 **care services; and**

37 **(3) include physician services (as defined in 42 U.S.C.**
 38 **1395x(q)) provided by a physician (as defined in 42 U.S.C.**

1 **1395x(r)).**

2 **Sec. 3. If the state prohibits private individual and group health**
3 **insurance plans from imposing:**

4 **(1) treatment limitations; or**

5 **(2) financial requirements;**

6 **on the coverage of services for a mental illness if similar limitations**
7 **or requirements are not imposed on the coverage of services for**
8 **other medical or surgical conditions, the program shall provide the**
9 **same prohibitions beginning on the same date as the prohibition is**
10 **implemented for private individual and group health insurance**
11 **plans.**

12 **Sec. 4. Premium and cost sharing amounts established by the**
13 **office are limited by the following:**

14 **(1) Deductibles, coinsurance, or other cost sharing are not**
15 **permitted with respect to benefits for well-baby and well-child**
16 **care, including age appropriate immunizations.**

17 **(2) Premiums and other cost sharing may be imposed based**
18 **on family income. However, the total annual aggregate cost**
19 **sharing with respect to all children in a family under this**
20 **article may not exceed five percent (5%) of the family's**
21 **income for the year.**

22 **Sec. 5. The office may do the following:**

23 **(1) Determine cost sharing amounts.**

24 **(2) Determine waiting periods which may not exceed three (3)**
25 **months and exceptions to the requirement of waiting periods**
26 **for potential enrollees in the program.**

27 **(3) Adopt additional methods for complying with federal**
28 **requirements relating to crowd out.**

29 **Sec. 6. (a) It is a violation of IC 27-4-1-4 if an insurer, or an**
30 **insurance agent or insurance broker compensated by the insurer,**
31 **knowingly or intentionally refers an insured or the dependent of an**
32 **insured to the program for health insurance coverage when the**
33 **insured already receives health insurance coverage through an**
34 **employer's health care plan that is underwritten by the insurer.**

35 **(b) The office shall coordinate with the children's health policy**
36 **board under IC 4-23-27 to evaluate the need for mechanisms that**
37 **minimize the incentive for an employer to eliminate or reduce**
38 **health care coverage for an employee's dependents.**

1 **Sec. 7. Community health centers shall be utilized to provide**
 2 **health care services.**

3 **Chapter 5. Provider Contracts**

4 **Sec. 1. This chapter does not apply until January 1, 2000.**

5 **Sec. 2. A provider agreement must include information that the**
 6 **office finds necessary to facilitate carrying out IC 12-17.6.**

7 **Sec. 3. A provider who participates in the program, including a**
 8 **provider who is a member of a managed care organization, must**
 9 **comply with the enrollment requirements that are established**
 10 **under IC 12-15.**

11 **Sec. 4. (a) A provider that participates in the Medicaid program**
 12 **as provided in IC 12-15-12 is considered a provider for purposes**
 13 **of the program.**

14 **(b) A provider that enters into a provider agreement with the**
 15 **program under this chapter is considered a provider in the**
 16 **Medicaid program under IC 12-15.**

17 **(c) If an enrollee in the Medicaid managed care program for**
 18 **children has direct access to a provider who has entered into a**
 19 **provider agreement under IC 12-15-11, an enrollee in the program**
 20 **has direct access to the same provider.**

21 **Chapter 6. Provider Sanctions, Theft, Kickbacks, and Bribes**

22 **Sec. 1. This chapter does not apply until January 1, 2000.**

23 **Sec. 2. If after investigation the office finds that a provider has**
 24 **violated this article or rule adopted under this article, the office**
 25 **may impose at least one (1) of the following sanctions:**

26 **(1) Deny payment to the provider for program services**
 27 **provided during a specified time.**

28 **(2) Reject a prospective provider's application for**
 29 **participation in the program.**

30 **(3) Terminate a provider agreement allowing a provider's**
 31 **participation in the program.**

32 **(4) Assess a civil penalty against the provider in an amount**
 33 **not to exceed three (3) times the amount paid to the provider**
 34 **in excess of the amount that was legally due.**

35 **(5) Assess an interest charge, at a rate not to exceed the rate**
 36 **established by IC 24-4.6-1-101(2) for judgments on money, on**
 37 **the amount paid to the provider in excess of the amount that**
 38 **was legally due. The interest charge accrues from the date of**

1 the overpayment to the provider.

2 **Sec. 3.** In addition to any sanction imposed on a provider under
3 section 2 of this chapter, a provider convicted of an offense under
4 IC 35-43-5-7.2 is ineligible to participate in the program for ten
5 (10) years after the conviction.

6 **Sec. 4.** A provider may appeal a sanction imposed under section
7 2 of this chapter under rules concerning Medicaid provider appeals
8 that are adopted by the secretary under IC 4-22-2.

9 **Sec. 5.** After exhausting all administrative remedies, a provider
10 may obtain judicial review of a sanction under IC 4-21.5-5.

11 **Sec. 6.** A final directive made by the office that:

12 (1) denies payment to a provider for medical services
13 provided during a specified period of time; or

14 (2) terminates a provider agreement permitting a provider's
15 participation in the program;

16 must direct the provider to inform each eligible recipient of
17 services, before services are provided, that the office will not pay
18 for those services if provided.

19 **Sec. 7.** Subject to section 8 of this chapter, a final directive:

20 (1) denying payment to a provider;

21 (2) rejecting a prospective provider's application for
22 participation in the program; or

23 (3) terminating a provider agreement allowing a provider's
24 participation in the program;

25 must be for a sufficient time, in the opinion of the office, to allow
26 for the correction of all deficiencies or to prevent further abuses.

27 **Sec. 8.** Except as provided in section 10 of this chapter, a
28 provider sanctioned under section 2 of this chapter may not be
29 declared reinstated as a provider under this article until the office
30 has received the following:

31 (1) Full repayment of the amount paid to the provider in
32 excess of the proper and legal amount due, including any
33 interest charge assessed by the office.

34 (2) Full payment of a civil penalty assessed under section 2(4)
35 of this chapter.

36 **Sec. 9.** Except as provided in section 10 of this chapter, a
37 provider sanctioned under section 2 of this chapter may file an
38 agreement as provided in IC 12-17.6-5.

1 **Sec. 10. A provider who has been:**
 2 (1) convicted of a crime relating to the provision of services
 3 under this chapter; or
 4 (2) subjected to a sanction under section 2 of this chapter on
 5 three (3) separate occasions by directive of the office;
 6 is ineligible to submit claims for the program.

7 **Sec. 11. Evidence that a person or provider received money or**
 8 **other benefits as a result of a violation of:**
 9 (1) a provision of this article; or
 10 (2) a rule established by the office under this article;
 11 constitutes prima facie evidence, for purposes of IC 35-43-4-2, that
 12 the person or provider intended to deprive the state of a part of the
 13 value of the money or benefits.

14 **Sec. 12. A person who furnishes items or services to an**
 15 **individual for which payment is or may be made under this chapter**
 16 **and who knowingly or intentionally solicits, offers, or receives a:**
 17 (1) kickback or bribe in connection with the furnishing of the
 18 items or services or the making or receipt of the payment; or
 19 (2) rebate of a fee or charge for referring the individual to
 20 another person for the furnishing of items or services;
 21 commits a Class A misdemeanor.

22 **Chapter 7. Funding**

23 **Sec. 1. The children's health insurance program fund is**
 24 **established for the purpose of paying expenses relating to:**

25 (1) the program;
 26 (2) services offered through the program for children enrolled
 27 in the program; and
 28 (3) services and administration eligible for reimbursement
 29 under Title XXI of the federal Social Security Act for children
 30 enrolled in Medicaid under IC 12-15-2-14.

31 **Sec. 2. The office shall administer the fund.**

32 **Sec. 3. The fund consists of the following:**

33 (1) Amounts appropriated by the general assembly.
 34 (2) Amounts appropriated by the federal government.
 35 (3) Fees, charges, gifts, grants, donations, money received
 36 from any other source, and other income funds as may
 37 become available.

38 **Sec. 4. The treasurer of state shall invest the money in the fund**

1 not currently needed to meet the obligations of the fund in the same
2 manner as other public funds may be invested.

3 Sec. 5. Money in the fund at the end of a state fiscal year does
4 not revert to the state general fund.

5 Chapter 8. Appeals and Hearings

6 Sec. 1. This chapter does not apply until January 1, 2000.

7 Sec. 2. An applicant for or a recipient of services under the
8 program may appeal to the office if at least one (1) of the following
9 occurs:

10 (1) An application or a request is not acted upon by the office
11 within a reasonable time after the application or request is
12 filed.

13 (2) The application is denied.

14 (3) The applicant or recipient is dissatisfied with the action of
15 the office.

16 Sec. 3. The secretary shall conduct hearings and appeals
17 concerning the program under IC 4-21.5.

18 Sec. 4. The office shall, upon receipt of notice of appeal under
19 section 2 of this chapter, set the matter for hearing and give the
20 applicant or recipient an opportunity for a fair hearing in the
21 county in which the applicant or recipient resides.

22 Sec. 5. (a) At a hearing held under section 4 of this chapter, the
23 applicant or recipient and the office may introduce additional
24 evidence.

25 (b) A hearing held under section 4 of this chapter shall be
26 conducted under rules adopted by the secretary for applicants and
27 recipients of Medicaid that are not inconsistent with IC 4-21.5 and
28 the program.

29 Sec. 6. The office:

30 (1) may make necessary additional investigations; and

31 (2) shall make decisions concerning the:

32 (A) granting of program services; and

33 (B) amount of program services to be granted;

34 to an applicant or a recipient that the office believes are justified
35 and in conformity with the program.

36 Chapter 9. Confidentiality and Release of Information

37 Sec. 1. This chapter does not apply until January 1, 2000.

38 Sec. 2. The following concerning a program applicant or

1 recipient under the program are confidential, except as otherwise
2 provided in this chapter:

- 3 (1) An application.
- 4 (2) An investigation report.
- 5 (3) An information.
- 6 (4) A record.

7 **Sec. 3. The use and the disclosure of the information described**
8 **in this chapter to persons authorized by law in connection with the**
9 **official duties relating to:**

- 10 (1) financial audits;
- 11 (2) legislative investigations; or
- 12 (3) other purposes directly connected with the administration
13 of the program;

14 is authorized.

15 **Sec. 4. (a) The release and use of information of a general nature**
16 **shall be provided as needed for adequate interpretation or**
17 **development of the program.**

18 **(b) The information described in subsection (a) includes the**
19 **following:**

- 20 (1) Total program expenditures.
- 21 (2) The number of recipients.
- 22 (3) Statistical and social data used in connection with studies.
- 23 (4) Reports or surveys on health and welfare problems.

24 **Sec. 5. The office shall make available the following to providers**
25 **for immediate access to information indicating whether an**
26 **individual is eligible for the program:**

- 27 (1) A twenty-four (24) hour telephone system.
- 28 (2) A computerized data retrieval system.

29 **Sec. 6. Information released under section 5 of this chapter is**
30 **limited to the following:**

- 31 (1) Disclosure of whether an individual is eligible for the
32 program.
- 33 (2) The date the individual became eligible for the program
34 and the individual's program number.
- 35 (3) Restrictions, if any, on the scope of services to be
36 reimbursed under the program for the individual.

37 **Sec. 7. Information obtained by a provider under this chapter**
38 **concerning an individual's eligibility for the program is**

1 **confidential and may not be disclosed to any person.**

2 **Sec. 8. If it is established that a provision of this chapter causes**
 3 **the program to be ineligible for federal financial participation, the**
 4 **provision is limited or restricted to the extent that is essential to**
 5 **make the program eligible for federal financial participation.**

6 SECTION 131. IC 16-41-40-5 IS AMENDED TO READ AS
 7 FOLLOWS [EFFECTIVE UPON PASSAGE]: Sec. 5. (a) A program
 8 established under this chapter must include the distribution of readily
 9 understandable information and instructional materials regarding
 10 shaken baby syndrome, explaining its medical effects on infants and
 11 children and emphasizing preventive measures.

12 (b) The information and instructional materials described in
 13 subsection (a) must be provided without cost by the following:

14 (1) Each hospital licensed under IC 16-21, to a parent or guardian
 15 of each newborn upon discharge from the hospital.

16 (2) The division of family and children to each provider (as
 17 defined in IC 12-7-2-149(4)) ~~or IC 12-7-2-149(5))~~ when:

18 (A) the provider applies for a license from the division under
 19 IC 12-17.2 or IC 12-17.4; or

20 (B) the division inspects a facility operated by a provider.

21 SECTION 132. IC 35-43-5-7.2 IS ADDED TO THE INDIANA
 22 CODE AS A NEW SECTION TO READ AS FOLLOWS
 23 [EFFECTIVE JANUARY 1, 2000]: **Sec. 7.2. (a) Except as provided**
 24 **in subsection (b), a person who knowingly or intentionally:**

25 **(1) files a children's health insurance program claim,**
 26 **including an electronic claim, in violation of IC 12-17.6;**

27 **(2) obtains payment from the children's health insurance**
 28 **program under IC 12-17.6 by means of a false or misleading**
 29 **oral or written statement or other fraudulent means;**

30 **(3) acquires a provider number under the children's health**
 31 **insurance program except as authorized by law;**

32 **(4) alters with intent to defraud or falsifies documents or**
 33 **records of a provider (as defined in 42 CFR 1002.301) that are**
 34 **required to be kept under the children's health insurance**
 35 **program; or**

36 **(5) conceals information for the purpose of applying for or**
 37 **receiving unauthorized payments from the children's health**
 38 **insurance program;**

1 **commits insurance fraud, a Class D felony.**

2 **(b) The offense described in subsection (a) is a Class C felony if**
 3 **the fair market value of the claim or payment is at least fifty**
 4 **thousand dollars (\$50,000).**

5 SECTION 133. THE FOLLOWING ARE REPEALED
 6 [EFFECTIVE UPON PASSAGE]: IC 12-7-2-139.1; IC 12-17-18.

7 SECTION 134. THE FOLLOWING ARE REPEALED
 8 [EFFECTIVE JULY 1, 1999]: IC 12-15-2-15; IC 12-15-2-15.5.

9 SECTION 135. [EFFECTIVE UPON PASSAGE] **(a) The office**
 10 **may apply to the Secretary of the United States Department of**
 11 **Health and Human Services for a waiver to provide family**
 12 **coverage from the children's health insurance program under**
 13 **IC 12-17.6 when it is economically efficient to provide family**
 14 **coverage.**

15 **(b) This SECTION expires January 1, 2001.**

16 SECTION 136. IC 4-34-3-2 IS AMENDED TO READ AS
 17 FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 2. (a) ~~Two million~~
 18 ~~dollars (\$2,000,000)~~ **from Money** in the fund shall be allocated
 19 annually to libraries, including the INSPIRE project.

20 (b) The Indiana library and historical board established by
 21 IC 4-23-7-2 and the budget agency may jointly make rules necessary
 22 or appropriate to the administration of this chapter.

23 (c) Each library in Indiana is entitled in each calendar year to apply
 24 to the Indiana library and historical board for a grant for a technology
 25 project. From time to time, but not more often than semiannually, the
 26 Indiana library and historical board shall make recommendations to the
 27 budget agency as to grants from the Indiana technology fund. After
 28 review by the budget committee established by IC 4-12-1-3 and
 29 approval by the governor, the budget agency may allot money to the
 30 Indiana library and historical board for the grants.

31 SECTION 137. IC 4-34-3-4 IS AMENDED TO READ AS
 32 FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 4. ~~Three million dollars~~
 33 ~~(\$3,000,000)~~ **from Money** in the fund shall be allocated annually to the
 34 intelenet commission (IC 5-21-2-1) to make matching grants to school
 35 corporations for Internet connections for a school corporation. The
 36 intelenet commission shall develop a plan to implement grants under
 37 this section. The budget committee shall review the plan. The budget
 38 agency must approve of the plan.

1 SECTION 138. IC 4-34-3-5 IS AMENDED TO READ AS
 2 FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 5. ~~The following~~
 3 ~~amount from Money in~~ the fund shall be allocated annually to the
 4 technology grant plan program established under IC 20-10.1-25.3 for
 5 the following purpose: ~~Fifteen million dollars (\$15,000,000)~~ For
 6 technology plan grants to school corporations under IC 20-10.1-25.3.
 7 The department of education shall develop a plan for funding all school
 8 corporations within a six (6) year cycle. The total technology grant
 9 amount to a qualifying school corporation is the amount determined by
 10 the department multiplied by the school corporation's ADM. The
 11 amount may ~~not exceed two is one~~ hundred dollars ~~(\$200):~~ **(\$100).**

12 SECTION 139. IC 20-8.1-9-2 IS AMENDED TO READ AS
 13 FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 2. The department shall
 14 adopt procedures that must be followed by applicants in order for them
 15 to qualify for assistance under this chapter. The financial eligibility
 16 standard for an applicant under this chapter must be the same criteria
 17 used for determining eligibility for receiving free lunches **or reduced**
 18 **price lunches** under the national school lunch program.

19 SECTION 140. IC 4-10-20 IS ADDED TO THE INDIANA CODE
 20 AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE
 21 JULY 1, 1999]:

22 **Chapter 20. Targeted Tax Relief Fund**

23 **Sec. 1. The targeted tax relief fund is established. The fund shall**
 24 **be administered by the treasurer of state.**

25 **Sec. 2. The interest earned on money in the fund shall be**
 26 **credited to the fund.**

27 **Sec. 3. Money in the fund at the end of a state fiscal year does**
 28 **not revert to the state general fund**

29 **Sec. 4. Money in the fund is appropriated to pay inventory tax**
 30 **credits under IC 6-1.1-20.5 and textbook credits under IC 21-3-12.**

31 **Sec. 5. (a) The state board of tax commissioners shall annually**
 32 **provide an estimate of the amount required to pay the inventory**
 33 **tax credits under IC 6-1.1-20.5 and the department of education**
 34 **shall annually provide an estimate of the amount required to pay**
 35 **the the textbook credits under IC 21-3-12 to the property tax**
 36 **replacement fund board. The property tax replacement fund board**
 37 **shall review the estimates and approve the credits.**

38 **(b) Notwithstanding IC 6-1.1-20.5 and IC 21-3-12, if the**

1 **property tax replacement fund board determines that the amount**
 2 **remaining in the fund will be less than the amount required to pay**
 3 **the credits under section 4 of this chapter, the board shall estimate**
 4 **the maximum credits that may be provided under IC 21-3-12 with**
 5 **the balance in the fund. If there are sufficient revenues to pay the**
 6 **credits under IC 21-3-12, the property tax replacement fund board**
 7 **estimate the maximum credits that may be provided under**
 8 **IC 6-1.1-20.5 with the balance in the fund after the textbook credits**
 9 **are paid. The property tax replacement fund board shall make the**
 10 **final determination of the amount of credits that may be allocated**
 11 **from the fund.**

12 SECTION 141. IC 21-3-12 IS ADDED TO THE INDIANA CODE
 13 AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE
 14 UPON PASSAGE]:

15 **Chapter 12. Textbook Credits**

16 **Sec. 1. As used in this SECTION, "accredited nonpublic school"**
 17 **means a nonpublic school that:**

- 18 (1) voluntarily seeks; and
 19 (2) receives;

20 **accreditation as authorized under IC 20-1-1-6(a)(5).**

21 **Sec. 2. Except as otherwise provided in this chapter, for each**
 22 **school year beginning in 1999 and thereafter, a student or the**
 23 **student's parent, guardian, or custodian is entitled to a credit**
 24 **against the first fifty dollars (\$50) of charges imposed by a school**
 25 **corporation (as defined in IC 36-1-2-17) or an accredited nonpublic**
 26 **school for:**

- 27 (1) rental fees; or
 28 (2) other costs;

29 **in a school year for each student's textbooks or materials.**

30 **Sec. 3. Each school corporation or accredited nonpublic school**
 31 **shall deduct the credit under this chapter from the charges**
 32 **imposed on a student or the student's parent, guardian, or**
 33 **custodian until the entire credit is used. A student or the student's**
 34 **parent, guardian, or custodian is not entitled to a refund if the**
 35 **credit exceeds the amount due.**

36 **Sec. 4. To qualify for a reimbursement under section 5 of this**
 37 **chapter, a school corporation or an accredited nonpublic school**
 38 **must provide to the payor a statement for rental fees or other costs**

1 for textbooks or materials. This statement must conspicuously
 2 include the following notice: "The 1999 Indiana General Assembly
 3 enacted a textbook fee reduction paid from state revenues. The
 4 credit is \$50 for each student."

5 Sec. 5. (a) A school corporation or an accredited nonpublic
 6 school granting a credit to a student or the student's parent,
 7 guardian, or custodian under this chapter may submit a claim for
 8 reimbursement for the actual amount of the credits given under
 9 this chapter to the department of education. The department of
 10 education shall prescribe forms and establish procedures for the
 11 submission and payment of claims.

12 (b) A claim submitted under this chapter must be paid within
 13 ten (10) days after the claim is properly filed. The department of
 14 education may make a payment under this chapter by electronic
 15 funds transfer.

16 Sec. 6. This chapter does not apply to students who are eligible
 17 for free textbook rental under another state funded program.

18 Sec. 7. Subject to IC 4-10-20, there is appropriated from the
 19 targeted tax relief fund the amount necessary to pay claims
 20 submitted under this chapter.

21 SECTION 142. IC 4-13.5-1-1 IS AMENDED TO READ AS
 22 FOLLOWS [EFFECTIVE JULY 1, 1999]: Sec. 1. As used in this
 23 article:

24 "Commission" refers to the state office building commission.

25 "Construction" means the erection, renovation, refurbishing, or
 26 alteration of all or any part of buildings, improvements, or other
 27 structures, including installation of fixtures or equipment, landscaping
 28 of grounds, site work, and providing for other ancillary facilities
 29 pertinent to the buildings or structures.

30 "Correctional facility" means a building, a structure, or an
 31 improvement for the custody, care, confinement, or treatment of
 32 committed persons under IC 11.

33 "Department" refers to the Indiana department of administration.

34 "**Mental health facility**" means a building, a structure, or an
 35 improvement for the care, maintenance, or treatment of persons
 36 with mental or addictive disorders.

37 "Facility" means all or any part of one (1) or more buildings,
 38 structures, or improvements (whether new or existing), or parking areas

1 (whether surface or an above or below ground parking garage or
2 garages), owned or leased by the commission or the state for the
3 purpose of:

4 (1) housing the personnel or activities of state agencies or
5 branches of state government;

6 (2) providing transportation or parking for state employees or
7 persons having business with state government; ~~or~~

8 (3) providing a correctional facility; **or**

9 **(4) providing a mental health facility.**

10 "Person" means an individual, a partnership, a corporation, a limited
11 liability company, an unincorporated association, or a governmental
12 entity.

13 "State agency" means an authority, a board, a commission, a
14 committee, a department, a division, or other instrumentality of state
15 government but does not include a state educational institution (as
16 defined in IC 20-12-0.5-1).

17 Renumber all SECTIONS consecutively.

(Reference is to HB 1001 as introduced.)

and when so amended that said bill do pass.

Representative Bauer