

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
(317) 232-9855

FISCAL IMPACT STATEMENT

LS 7016
BILL NUMBER: HB 1503

DATE PREPARED: Mar 23, 2001
BILL AMENDED: Mar 22, 2001

SUBJECT: Local government matters.

FISCAL ANALYST: Chris Baker
PHONE NUMBER: 232-9851

FUNDS AFFECTED: **GENERAL**
 DEDICATED
 FEDERAL

IMPACT: Local

Summary of Legislation: (Amended) The bill allows, rather than requires, a public agency to waive a fee for providing an electronic map if the electronic map will be used for a noncommercial purpose. The bill extends the 0.1% portion of Jackson County's Adjusted Gross Income Tax dedicated for a jail and juvenile detention center for an additional four years. This bill also extends the 0.3% portion of Pulaski County's Adjusted Gross Income Tax dedicated for a jail and justice center for an additional 4 years. It allows a county executive to adopt an ordinance approving the payment of certain lawful county expenses, and requires the payment of the expenses to be published. The bill also changes from August 20 to September 20 the date by which employee compensation must be fixed by a third class city. The bill repeals a requirement that the county recorder retain a real estate sales disclosure form for five years.

Effective Date: July 1, 2001.

Explanation of State Expenditures:

Explanation of State Revenues:

Explanation of Local Expenditures: (Revised) *Certain Lawful County Expenses:* Under the provisions of the bill, the County Executive may adopt an ordinance allowing money to be disbursed for lawful county purposes. The County Auditor may make claim payments in advance of board allowances, if an ordinance has been adopted by the County Executive for several expenses as specified by the bill. The County Auditor may be able to avoid late fees, when making claim payments, as a result of this provision.

Explanation of Local Revenues: (Revised) *Electronic Map:* This bill could increase revenue to a public agency's Enhanced Access Fund (IC 5-14-3-8.3). The Fund is used, in part, to cover the cost of maintaining, upgrading, and enhancing an electronic map. It is unknown how often electronic map information is requested for noncommercial purposes. The amount of potential revenue is indeterminable and will vary

among public agencies.

Jackson CAGIT: Current law allows Jackson County to impose the County Adjusted Gross Income Tax (CAGIT) at a rate of one and one-tenth percent (1.1%) on adjusted gross income for four years (P. L. 119-1998). After the four-year period has expired, the rate is reduced to one percent (1%) as required under current law. The four-year period of imposition of the 1.1% rate began in CY 1998 and would expire at the end of CY 2001.

The bill allows an additional four years to implement the rate of 1.1%, extending the overall length of the additional 0.1% from four to eight years effective July 1, 2001. As a result, imposition of the Jackson County CAGIT at the rate of 1.1% would be extended through CY 2005. The Jackson County CY 2001 CAGIT Certified Distribution is \$7,004,098.

Pulaski CAGIT: Current law allows Pulaski County to impose CAGIT at a rate of one and three-tenths percent (1.3%) on adjusted gross income for four years (P. L. 119-1998). After the four-year period has expired, the rate is reduced to a maximum of one percent (1%) as required under current law. The four-year period of imposition of the 1.3% rate began in CY 1998 and would expire at the end of CY 2001.

The bill would increase the time limit of the rate at 1.3% from four years to eight years effective July 1, 2001. Pulaski County would be able to extend the imposition of the CAGIT rate at 1.3% through CY 2005. The Pulaski County CY 2001 CAGIT Certified Distribution is \$2,502,364.

State Agencies Affected:

Local Agencies Affected: Jackson County, Pulaski County, Public agencies that currently do not charge a fee for electronic maps accessed for noncommercial purposes; Counties adopting ordinance for lawful disbursement of county monies.

Information Sources: Dave Bottorff, Association of Indiana Counties, (317) 684-3710. Tonya Galbraith, Indiana Association of Cities and Towns, (317) 237-6200.