

## SENATE BILL No. 165

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### DIGEST OF INTRODUCED BILL

**Citations Affected:** IC 6-1.1-21-2.5.

**Synopsis:** Restriction on school levy. Prohibits a school corporation from levying taxes to offset a reduction in revenue resulting from a statutory amendment reducing the amount of state property tax replacement payable to the school corporation.

**Effective:** January 1, 2003 (retroactive).

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### Kenley

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January 7, 2003, read first time and referred to Committee on Finance.

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First Regular Session 113th General Assembly (2003)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in **this style type**, and deletions will appear in ~~this style type~~.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or ~~this style type~~ reconciles conflicts between statutes enacted by the 2002 Regular or Special Session of the General Assembly.

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# SENATE BILL No. 165



A BILL FOR AN ACT to amend the Indiana Code concerning taxation.

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

1 SECTION 1. IC 6-1.1-21-2.5 IS ADDED TO THE INDIANA  
2 CODE AS A **NEW** SECTION TO READ AS FOLLOWS  
3 [EFFECTIVE JANUARY 1, 2003 (RETROACTIVE)]: **Sec. 2.5. (a)**  
4 **This section applies if, for taxes first due and payable after**  
5 **December 31, 2002:**  
6 (1) **section 2(j) and 2(l) of this chapter is amended; or**  
7 (2) **any other amendment is enacted;**  
8 **to reduce below sixty percent (60%) the amount of property tax**  
9 **replacement payable by the state under this chapter with respect**  
10 **to a school corporation for its general fund for a stated assessment**  
11 **year.**  
12 (b) **A school corporation may not:**  
13 (1) **for a stated assessment year under subsection (a); or**  
14 (2) **for a later assessment year;**  
15 **levy and collect from taxpayers the amount of taxes that would**  
16 **have been replaced by a state property tax replacement**  
17 **distribution under this chapter if the percentage had not been**



1 **reduced as described in subsection (a).**  
2 **SECTION 2. An emergency is declared for this act.**

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