

**DEPARTMENT OF LOCAL GOVERNMENT FINANCE
100 NORTH SENATE AVENUE
IGC-N, ROOM N1058
INDIANAPOLIS, INDIANA 46204**

**IN THE MATTER OF THE REVIEW)
OF PROPOSED LANGUAGE FOR A)
BALLOT QUESTION REGARDING) No. 22-011-REF
MEDORA COMMUNITY SCHOOL)
CORPORATION, JACKSON COUNTY)**

**FINDINGS AND FINAL DETERMINATION ON PROPOSED QUESTION SUBMITTED
APRIL 12, 2022**

1. Medora Community School Corporation (“Corporation”) proposes to place an operating referendum on the ballot for the purpose of imposing a referendum tax levy.
2. Under Indiana law, voters in the area served by the Corporation will vote in a referendum to approve or deny the Corporation’s proposed tax rate.
3. Indiana law governs the format and wording of the ballot question for the referendum.
4. Under Indiana law, the “question to be submitted to the voters in the referendum **must read as follows**”:

"Shall the school corporation continue to impose increased property taxes paid to the school corporation by homeowners and businesses for _____ (insert number of years) years immediately following the holding of the referendum for the purpose of funding _____ (insert short description of purposes)? The property tax increase requested in this referendum was originally approved by the voters in _____ (insert the year in which the referendum tax levy was approved) and originally increased the average property tax paid to the school corporation per year on a residence within the school corporation by _____% (insert the original estimated average percentage of property tax increase on a residence within the school corporation) and originally increased the average property tax paid to the school corporation per year on a business property within the school corporation by _____% (insert the original estimated average percentage of property tax increase on a business within the school corporation). The most recent property tax referendum proposed by the school corporation was held in _____ (insert year) and _____ (insert whether the measure passed or failed)."

Indiana Code 20-46-1-10 (emphasis added). The number of years for which a referendum tax levy may be imposed if the public question under this section is approved may not exceed eight (8) years.

5. The ballot question then must contain five parts:
 - The number of calendar years for which the tax will be in effect.
 - The purpose of the funding.
 - The name of the school corporation.
 - The year in which the most recent referendum was held and whether the referendum passed or failed.
 - The estimated average percent increase of taxes paid to the school corporation on residential and business property if the taxes are approved in the referendum, as certified by the county auditor under IC 20-46-1-10(e).
6. The law requires the Department of Local Government Finance (“Department”) to review the language for compliance with IC 20-46-1-10. The Department may either approve or reject the language.
7. On April 12, 2022, the Department received a resolution from the Corporation presenting the proposed ballot question for the referendum. The proposed ballot question is as follows:

"Shall Medora Community School Corporation increase property taxes paid to the school corporation by homeowners and business for eight (8) years immediately following the holding of the referendum for the purpose of funding the offsetting of estimated losses of revenue due to the application of Circuit Breaker Tax Caps, providing for transportation of students, eliminating yearly transfers from the school corporation’s Education Fund to Operations Fund, attracting and retaining of certified teachers and classified staff, improving and expanding academic programs and educational offerings? If this public question is approved by the voters, the average property tax paid to the school corporation per year on a residence would increase by 33.26% and the average property tax paid to the school corporation per year on a business property within the school corporation would increase by 26.99%."
8. The Corporation has not previously held a property tax referendum.
9. The resolution adopted by the Corporation represents that the intended maximum annual property tax rate proposed in the referendum will not exceed fifty cents (\$0.50).
10. On April 12, 2022, the Department received from the Jackson County Auditor, pursuant to IC 20-46-1-10(e), the estimated average percent increase to homesteads and business property, respectively, of the property taxes that would be imposed by the Corporation if the referendum passes, as certified by the Jackson County Auditor.

Compliance of Language

11. The Department must review the proposed language for compliance with IC 20-46-1-10. The Department may either approve or reject the language. The Department finds that the

proposed question is in compliance with IC 20-46-1-10. The Department recommends that for clarity, the word “of” should be removed after “attracting and retaining,” and that the word “and” should be added before “improving and expanding academic programs.”

Estimate of Average Percent Increase in Taxes

12. The estimated average percent increase in taxes, as certified by the Jackson County Auditor under IC 20-46-1-10(e), is **33.26%** for homesteads and **26.99%** for business property.

Final Determination

WHEREFORE, based on the above findings and applicable law, the Department finds that the proposed language is in compliance with IC 20-46-1-10 and approves the language as proposed.

Dated this 20th day of April, 2022.

STATE OF INDIANA
DEPARTMENT OF LOCAL GOVERNMENT FINANCE

Wesley R. Bennett
Wesley R. Bennett, Commissioner
Department of Local Government Finance