

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

301 State House
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FISCAL IMPACT STATEMENT

LS 7992

BILL NUMBER: HB 1003

DATE PREPARED: Jan 10, 2001

BILL AMENDED:

SUBJECT: State and local finance.

FISCAL ANALYST: Bob Sigalow

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FUNDS AFFECTED:

**GENERAL
DEDICATED
FEDERAL**

IMPACT: Pending

Summary of Legislation: Eliminates the authority of a county to impose a property tax levy for the county family and children's fund, beginning in 2003. Transfers responsibility for funding children's services from the county family and children's funds to the state. Eliminates the authority of a county to borrow for welfare purposes. Makes certain conforming amendments and other changes related to child services. Specifies that a county shall pay from the county general fund the cost of any per diem payable for a child adjudicated a delinquent child, or for a child for whom a program of informal adjustment has been implemented, if the child is placed in a secure facility that is not a secure private facility. Changes the property tax levy limit provisions to: (1) provide for a maximum increase of 8% (rather than 10%) in property tax levies; and (2) provide for a minimum increase of 4% (rather than 5%) in property tax levies. Provides counties with the option of using county adjusted gross income tax and county option income tax revenue for three types of property tax relief: (1) property tax replacement credits; (2) homestead credits; and (3) property tax reductions for low income homeowners. Allows the combined county option income tax rate and the county economic development income tax rate to be as much as 1.25%, in order to provide the property tax relief. (This maximum already applies to the combination of the county adjusted gross income tax and the county economic development income tax rate.) Allows local units to use riverboat revenue for property tax relief.

Effective Date: Upon passage; July 1, 2001; January 1, 2002; July 1, 2002; January 1, 2003.

Explanation of State Expenditures: *As of the above date, the fiscal analysis of this bill has not been completed. Please contact the Office of Fiscal and Management Analysis for an update of this fiscal impact statement.*

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected:

Local Agencies Affected:

Information Sources: