

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

301 State House
(317) 232-9855

FISCAL IMPACT STATEMENT

LS 8135
BILL NUMBER: SB 547

DATE PREPARED: Jan 17, 2001
BILL AMENDED:

SUBJECT: Property tax levy appeals.

FISCAL ANALYST: Bob Sigalow
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FUNDS AFFECTED: **GENERAL**
 DEDICATED
 FEDERAL

IMPACT: Local

Summary of Legislation: This bill provides a property tax levy appeal for the city of Goshen in an amount not to exceed the amount of property tax replacement credits under the County Adjusted Gross Income Tax (CAGIT) that the city petitioned to have reallocated for a purpose other than property tax relief in 2001 under the property tax levy appeal provisions.

Effective Date: July 1, 2001.

Explanation of State Expenditures: The State does not pay PTRC on maximum levy appeals so there would be no state impact to this provision.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues: Under current law, a taxing unit may make an appeal for relief and the state's Local Government Property Tax Control Board may recommend that a taxing unit be allowed to reallocate the portion of CAGIT used to reduce property tax to another use.

This bill would allow the City of Goshen to appeal for a permanent increase to its maximum permissible levy up to the amount of its failed CY 2001 CAGIT reallocation appeal, or \$321,172. This appeal would have little real impact, except that if approved, the increase would be made a permanent part of Goshen's maximum levy as opposed to the CAGIT reallocation which is valid for only one year.

The Local Government Property Tax Control Board and State Tax Board would still have discretion as to the amount, if any, that would be approved under this provision.

State Agencies Affected: Local Government Property Tax Control Board; State Board of Tax Commissioners.

Local Agencies Affected: City of Goshen.

Information Sources: Local Government Database.