

COMMITTEE REPORT

MR. PRESIDENT:

The Senate Committee on Finance, to which was referred House Bill No. 1503, has had the same under consideration and begs leave to report the same back to the Senate with the recommendation that said bill be AMENDED as follows:

- 1 Page 3, between lines 27 and 28, begin a new paragraph and insert:
2 "SECTION 2. IC 6-3.5-1.1-2.5 IS AMENDED TO READ AS
3 FOLLOWS [EFFECTIVE JULY 1, 2001]: Sec. 2.5. (a) This section
4 applies only to a county having a population of more than thirty-seven
5 thousand (37,000) but less than thirty-seven thousand eight hundred
6 (37,800).
7 (b) The county council of a county described in subsection (a) may,
8 by ordinance, determine that additional county adjusted gross income
9 tax revenue is needed in the county to fund the operation and
10 maintenance of a jail and juvenile detention center opened after July 1,
11 1998.
12 (c) Notwithstanding section 2 of this chapter, if the county council
13 adopts an ordinance under subsection (b), the county council may
14 impose the county adjusted gross income tax at a rate of one and
15 one-tenth percent (1.1%) on adjusted gross income. However, a county
16 may impose the county adjusted gross income tax at a rate of one and
17 one-tenth percent (1.1%) for only ~~four (4)~~ **eight (8)** years. After the
18 county has imposed the county adjusted gross income tax at a rate of
19 one and one-tenth percent (1.1%) for ~~four (4)~~ **eight (8)** years, the rate
20 is reduced to one percent (1%). If the county council imposes the
21 county adjusted gross income tax at a rate of one and one-tenth percent

1 (1.1%), the county council may decrease the rate or rescind the tax in
 2 the manner provided under this chapter.

3 (d) If a county imposes the county adjusted gross income tax at a
 4 rate of one and one-tenth percent (1.1%) under this section, the revenue
 5 derived from a tax rate of one-tenth percent (0.1%) on adjusted gross
 6 income:

7 (1) shall be paid to the county treasurer;

8 (2) may be used only to pay the costs of operating a jail and
 9 juvenile detention center opened after July 1, 1998; and

10 (3) may not be considered by the state board of tax commissioners
 11 in determining the county's maximum permissible property tax
 12 levy limit under IC 6-1.1-18.5".

13 Page 6, line 2, delete "pre-approved" and insert "**preapproved**".

14 Renumber all SECTIONS consecutively.

(Reference is to HB 1503 as printed February 22, 2001.)

and when so amended that said bill do pass .

Committee Vote: Yeas 12, Nays 0.

Senator Borst, Chairperson