

PREVAILED	Roll Call No. _____
FAILED	Ayes _____
WITHDRAWN	Noes _____
RULED OUT OF ORDER	

HOUSE MOTION _____

MR. SPEAKER:

I move that Engrossed Senate Bill 500 be amended to read as follows:

- 1 Page 1, between the enacting clause and line 1, begin a new
- 2 paragraph and insert:
- 3 "SECTION 1. IC 4-10-20 IS ADDED TO THE INDIANA CODE
- 4 AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE
- 5 UPON PASSAGE]:
- 6 **Chapter 20. State Combined Reserves Distribution**
- 7 **Sec. 1. As used in this chapter, "fund" refers to the property tax**
- 8 **elimination fund established under section 4 of this chapter.**
- 9 **Sec. 2. As used in this chapter, "state combined reserves" means**
- 10 **the sum of the balance in the following:**
- 11 **(1) The counter-cyclical revenue and economic stabilization**
- 12 **fund established under IC 4-10-18.**
- 13 **(2) The Medicaid contingency and reserve account established**
- 14 **under IC 4-12-1-15.5.**
- 15 **(3) The tuition reserve and the state general fund reserve as**
- 16 **determined by the budget agency under IC 4-12-1-12.**
- 17 **Sec. 3. As used in this chapter, "state fiscal year" means a**
- 18 **twelve (12) month period beginning on July 1 and ending on June**
- 19 **30 in the immediately following fiscal year.**
- 20 **Sec. 4. The property tax elimination fund is established. The**
- 21 **fund shall be administered by the treasurer of state. The fund**
- 22 **consists of transfers made under section 9 of this chapter. The**
- 23 **money in the fund may only be used for the following purposes:**
- 24 **(1) To replace property taxes if a state constitutional**

1 amendment to eliminate or repeal property taxes is ratified.
2 **(2) To augment the state combined reserves as provided in**
3 **section 9 of this chapter.**
4 **Sec. 5. The expenses of administering the fund shall be paid**
5 **from money in the fund.**
6 **Sec. 6. The treasurer of state shall invest money in the fund not**
7 **currently needed to meet the obligations of the fund in the same**
8 **manner as other public money may be invested. Interest that**
9 **accrues from these investments shall be deposited in the fund.**
10 **Sec. 7. Money in the fund at the end of a state fiscal year does**
11 **not revert to the state general fund.**
12 **Sec. 8. On June 30 of each state fiscal year, the budget agency**
13 **shall determine a fraction (expressed as a percentage) for which:**
14 **(1) the numerator is the balance of the state combined**
15 **reserves; and**
16 **(2) the denominator is the sum of the total revenue deposited**
17 **in the state general fund and the property tax replacement**
18 **fund for the state fiscal year.**
19 **The budget agency shall forward this percentage to the auditor.**
20 **Sec. 9. If the percentage determined in section 8 of this chapter:**
21 **(1) is greater than seven percent (7%), the auditor shall**
22 **transfer an amount equal to the difference between the**
23 **percentage determined in section 8 of this chapter and seven**
24 **percent (7%) from the state combined reserves to the**
25 **property tax elimination fund; and**
26 **(2) is less than two percent (2%), the auditor shall transfer an**
27 **amount equal to the difference between two percent (2%) and**
28 **the percentage determined in section 8 of this chapter from**
29 **the property tax elimination fund to the state combined**
30 **reserves."**
31 Renumber all SECTIONS consecutively.
 (Reference is to ESB 500 as printed April 3, 2007.)

Representative Thompson