

REVENUE: No Revenue Impact

FISCAL: No Fiscal Impact

Action: Do pass and be placed on the consent calendar

Vote: 6-0-3

Yeas: Bruun, Gelser, Olson, Read, Witt, Barnhart

Nays:

Exc.: Berger, Butler, Rosenbaum

Prepared By: Mary Ayala, Economist

Meeting Dates: 5/11

WHAT THE BILL DOES: Authorizes a municipal corporation to certify either a local option property tax levy or taxes and interest to repay a general obligation bond measure, approved by voters in the second year of a biennial budget, subject to satisfying certain requirements.

ISSUES DISCUSSED:

- That when current law was enacted most municipal governments has annual budgets which did not create the problem that some local authorities are experiencing with their biennial budgets today because they are not allowed to levy an adopted tax if was adopted in the second year of a biennial budget.

EFFECT OF COMMITTEE AMENDMENTS: None

BACKGROUND: Under current law, following adoption of its local budget that does not include revenue from a proposed local option property tax, if the electors of the municipal corporation approve this tax during the current budget year or period, the municipal corporation may impose the local option tax in the current fiscal year or current budget year after certain steps are taken.