

PROPOSED AMENDMENT

SB 8 # 2

DIGEST

Various changes. Amends the percentage increase in a public library's proposed budget beyond which the public library will be subject to binding review.

- 1 Page 1, line 11, reset in roman "a public library".
- 2 Page 1, line 12, reset in roman "or".
- 3 Page 2, line 3, reset in roman "or".
- 4 Page 2, line 5, delete "or".
- 5 Page 2, delete lines 6 through 8.
- 6 Page 2, line 13, delete "However, the governing body shall submit
- 7 its proposed".
- 8 Page 2, delete lines 14 through 18.
- 9 Page 2, line 19, delete "or, in the case of a public".
- 10 Page 2, delete line 20.
- 11 Page 2, line 21, delete "county,".
- 12 Page 4, delete lines 4 through 42.
- 13 Delete pages 5 through 7.
- 14 Page 8, delete lines 1 through 35, begin a new paragraph and insert:
15 "SECTION 1. IC 6-1.1-17-20.3, AS AMENDED BY P.L.230-2025,
16 SECTION 44, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
17 JULY 1, 2026]: Sec. 20.3. (a) Except as provided in section 20.4 of this
18 chapter, this section applies only to the governing body of a public
19 library that:
20 (1) is not comprised of a majority of officials who are elected to
21 serve on the governing body; and
22 (2) has a percentage increase in the proposed budget for the
23 taxing unit for the ensuing calendar year that is ~~more than the~~
24 ~~result equal to or more than fifty percent (50%) of~~
25 (A) the maximum levy growth quotient determined under
26 IC 6-1.1-18.5-2 for the ensuing calendar year, rounded to the
27 nearest thousandth (0.001). ~~minus~~

(B) one (1).

For purposes of this section, an individual who qualifies to be appointed to a governing body or serves on a governing body because of the individual's status as an elected official of another taxing unit shall be treated as an official who was not elected to serve on the governing body.

10 (c) If:

11 (1) the assessed valuation of a public library's territory is entirely
12 contained within a city or town; or

13 (2) the assessed valuation of a public library's territory is not
14 entirely contained within a city or town but more than fifty
15 percent (50%) of the assessed valuation of the public library's
16 territory is contained within the city or town;

17 the governing body shall submit its proposed budget and property tax
18 levy to the city or town fiscal body in the manner prescribed by the
19 department of local government finance before September 2 of a year.
20 However, the governing body shall submit its proposed budget and
21 property tax levy to the county fiscal body in the manner provided in
22 subsection (d), rather than to the city or town fiscal body, if more than
23 fifty percent (50%) of the parcels of real property within the
24 jurisdiction of the public library are located outside the city or town.

36 (f) If a public library fails to file the information required in
37 subsection (c) or (d), whichever applies, with the appropriate fiscal
38 body by the time prescribed by this section, when calculating the
39 maximum ad valorem property tax levy under IC 6-1.1-18.5-3(a) for
40 the public library for the ensuing budget year, instead of multiplying

1 the maximum levy growth quotient determined under
2 IC 6-1.1-18.5-2(b) or IC 6-1.1-18.5-2(e) (as applicable) for the year by
3 the public library's maximum permissible ad valorem property tax levy
4 for the preceding calendar year as prescribed in STEP TWO of
5 IC 6-1.1-18.5-3(a), for purposes of STEP TWO of IC 6-1.1-18.5-3(a),
6 the public library's maximum permissible ad valorem property tax levy
7 for the preceding calendar year must instead be multiplied by the result
8 of the following:

9 STEP ONE: Determine:
10 (A) the result of STEP FOUR of IC 6-1.1-18.5-2(b) or STEP
11 FIVE of IC 6-1.1-18.5-2(e) (as applicable); minus
12 (B) one (1).

13 STEP TWO: Multiply:
14 (A) the STEP ONE result; by
15 (B) eight-tenths (0.8).

16 STEP THREE: Add one (1) to the STEP TWO result.

17 However, if the public library files the information as required in
18 subsection (c) or (d), whichever applies, for the budget year
19 immediately following the budget year for which the formula under this
20 subsection is applied, when calculating the maximum ad valorem
21 property tax levy under IC 6-1.1-18.5-3(a) for the public library for the
22 subsequent budget year, the public library's maximum permissible ad
23 valorem property tax levy must be calculated as if the formula under
24 this subsection had not been applied for the affected budget year.

25 (g) If the appropriate fiscal body fails to complete the requirements
26 of subsection (e) before the adoption deadline in section 5 of this
27 chapter for any public library subject to this section, when calculating
28 the maximum ad valorem property tax levy under IC 6-1.1-18.5-3(a)
29 for the city, town, or county for the ensuing budget year, instead of
30 multiplying the maximum levy growth quotient determined under
31 IC 6-1.1-18.5-2(b) or IC 6-1.1-18.5-2(e) (as applicable) for the year by
32 the city's, town's, or county's maximum permissible ad valorem
33 property tax levy for the preceding calendar year as prescribed in STEP
34 TWO of IC 6-1.1-18.5-3(a), for purposes of STEP TWO of
35 IC 6-1.1-18.5-3(a), the city's, town's, or county's maximum permissible
36 ad valorem property tax levy for the preceding calendar year must
37 instead be multiplied by the result of the following:

38 STEP ONE: Determine:
39 (A) the result of STEP FOUR of IC 6-1.1-18.5-2(b) or STEP
40 FIVE of IC 6-1.1-18.5-2(e) (as applicable); minus

1 (B) one (1).

2 STEP TWO: Multiply:

3 (A) the STEP ONE result; by

4 (B) eight-tenths (0.8).

5 STEP THREE: Add one (1) to the STEP TWO result.

6 However, if the city, town, or county files the information as required
7 in subsection (e) for the budget year immediately following the budget
8 year for which the formula under this subsection is applied, when
9 calculating the maximum ad valorem property tax levy under
10 IC 6-1.1-18.5-3(a) for the city, town, or county for the subsequent
11 budget year, the unit's maximum permissible ad valorem property tax
12 levy must be calculated as if the formula under this subsection had not
13 been applied for the affected budget year.".

14 Page 8, delete lines 36 through 42.

15 Delete pages 9 through 13.

(Reference is to SB 8 as introduced.)