



H.B. 362

125th General Assembly
(As Introduced)

Rep. Hoops

BILL SUMMARY

- Changes a term that describes a type of improvements for which a school district may pass a property tax levy from "general on-going permanent improvements" to "permanent improvements," and provides that anticipation notes may be issued in connection with such a levy only if it is to be in effect on a continuing basis.

CONTENT AND OPERATION

Under current law, a board of education of a school district may levy property taxes with voter approval for the construction or acquisition of any specific permanent improvement or class of improvements¹ that the district may include in a single bond issue. Such a levy may be in effect for a period not to exceed five years (bonds are not issued for this kind of levy). In addition, a board of education may levy property taxes for "general on-going permanent improvements," for a period not to exceed five years or on a continuing basis (that is, "for a continuing period of time"). The bill eliminates the words "*general on-going*" and instead refers only to permanent improvements as the purpose for this latter kind of levy. (R.C. 3318.05, 3318.052, 3318.08, 3318.44, and 5705.21.)

Current law also provides that after approval of a levy for general, on-going permanent improvements, the board of education may issue anticipation notes in a principle amount not to exceed 50% of the total estimated proceeds of the levy over a specified period of years. The bill eliminates the words "*general, on-going*" and provides that anticipation notes may be issued after approval of a levy for

¹ For property tax purposes, "*permanent improvement*" or "*improvement*" means any property, asset, or improvement with an estimated life or usefulness of five years or more, including land and interests therein, and reconstructions, enlargements, and extensions thereof having an estimated life or usefulness of five years or more. R.C. 5705.01, not in the bill.

permanent improvements, but only if the levy is to be in effect on a continuing basis. (R.C. 5705.21(C)(3).)

HISTORY

ACTION	DATE	JOURNAL ENTRY
Introduced	12-30-03	p. 1345

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