Second Regular Session Seventieth General Assembly STATE OF COLORADO

REREVISED

This Version Includes All Amendments Adopted in the Second House HOUSE BILL 16-1354

LLS NO. 16-0584.01 Jason Gelender x4330

HOUSE SPONSORSHIP

Mitsch Bush and Becker J., Moreno, Becker K., Fields, Wilson

Sonnenberg,

SENATE SPONSORSHIP

House Committees Education

Senate Committees State, Veterans, & Military Affairs

A BILL FOR AN ACT

101	CONCERNING AUTHORIZATION FOR A SCHOOL DISTRICT TO IMPOSE AN
102	ADDITIONAL MILL LEVY FOR THE SOLE PURPOSE OF FUNDING
103	CAPITAL <u>CONSTRUCTION, NEW TECHNOLOGY, EXISTING</u>
104	TECHNOLOGY UPGRADE, AND MAINTENANCE NEEDS OF THE
105	DISTRICT WITHOUT BORROWING MONEY.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at http://www.leg.state.co.us/billsummaries.)

The bill authorizes a school district, with voter approval, to impose an additional mill levy for the sole purpose of funding its capital SENATE 3rd Reading Unamended April 25, 2016

SENATE Amended 2nd Reading April 22, 2016

> 3rd Reading Unamended April 1, 2016

Amended 2nd Reading March 28, 2016

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construction and facility maintenance needs without borrowing money. Revenue raised from such a mill levy must be credited to a supplemental capital construction and maintenance fund of the district and used for the sole purpose of paying for capital construction and facility maintenance needs of the district.

1	Be it enacted by the General Assembly of the State of Colorado:
2	SECTION 1. In Colorado Revised Statutes, 22-30.5-404, amend
3	(2) (a), (2) (b), (3) introductory portion, (3) (a), (3) (b), (3) (d), and (3)
4	(g); and add (2) (c) as follows:
5	22-30.5-404. Needs-based inclusion of charter schools in
6	district bond elections - eligibility - allocation of bond revenues. (2) A
7	charter school that has capital construction needs may seek to obtain
8	moneys to fund such capital construction needs by requesting that the
9	board of education of its chartering school district:
10	(a) Include the charter school's capital construction needs as part
11	of a ballot question for approval of bonded indebtedness to be submitted
12	by the district to the voters of the district; or
13	(b) Submit a ballot question for approval of a special mill levy to
14	the voters of the district pursuant to section 22-30.5-405; OR
15	(c) INCLUDE THE CHARTER SCHOOL'S CAPITAL CONSTRUCTION
16	NEEDS AS PART OF A BALLOT QUESTION FOR APPROVAL OF AN ADDITIONAL
17	MILL LEVY FOR ONGOING CASH FUNDING FOR THE CAPITAL CONSTRUCTION,
18	NEW TECHNOLOGY, EXISTING TECHNOLOGY UPGRADE, AND MAINTENANCE
19	NEEDS OF THE DISTRICT TO BE SUBMITTED BY THE DISTRICT TO THE
20	VOTERS OF THE DISTRICT PURSUANT TO SECTION $22-54-108.7$.
21	(3) A charter school that seeks to have its capital construction
22	needs included as part of a ballot question to be submitted by the board
23	of education of its chartering school district to the voters of the district or

that seeks to obtain funding for its capital construction needs through the
 imposition of a special mill levy pursuant to section 22-30.5-405 OR AN
 ADDITIONAL MILL LEVY PURSUANT TO SECTION 22-54-108.7 shall submit
 a capital construction plan to the board of education of its chartering
 school district. The plan shall include:

6 (a) A statement of reasons why the capital construction to be
7 financed by bonded indebtedness or a special OR ADDITIONAL mill levy
8 is necessary;

9 (b) A description of the capital construction to be financed by
10 bonded indebtedness or revenues from a special OR ADDITIONAL mill levy;

(d) An estimate of the total cost of completing the capital construction to be financed by bonded indebtedness or a special OR ADDITIONAL mill levy and, if any moneys other than proceeds of bonded indebtedness or a special OR ADDITIONAL mill levy and interest earned on such proceeds are to be used to finance the capital construction, a breakdown of the moneys that will be used to finance the capital construction;

(g) A statement of reasons why revenue sources other than bonded
 indebtedness or a special OR ADDITIONAL mill levy are inadequate to fully
 finance the capital construction; and

21 SECTION 2. In Colorado Revised Statutes, 22-45-103, add (1)
22 (j) as follows:

23 22-45-103. Funds. (1) The following funds are created for each
24 school district for purposes specified in this article:

(j) Supplemental capital <u>construction, technology</u>, and
 maintenance fund. The REVENUE FROM A TAX LEVIED PURSUANT TO
 SECTION 22-54-108.7 FOR THE PURPOSE OF PROVIDING ONGOING CASH

1 FUNDING FOR THE CAPITAL CONSTRUCTION, NEW TECHNOLOGY, EXISTING 2 TECHNOLOGY UPGRADE, AND MAINTENANCE NEEDS OF A SCHOOL 3 DISTRICT, AND NO OTHER MONEY OTHER THAN INTEREST AND INCOME 4 CREDITED TO THE FUND PURSUANT TO THIS PARAGRAPH (j), SHALL BE 5 DEPOSITED IN THE SUPPLEMENTAL CAPITAL CONSTRUCTION, TECHNOLOGY, 6 AND MAINTENANCE FUND OF THE DISTRICT. THE DISTRICT MAY EXPEND 7 MONEY FROM THE FUND ONLY FOR THE PURPOSE OF PROVIDING CASH 8 FUNDING FOR CAPITAL CONSTRUCTION, NEW TECHNOLOGY, EXISTING 9 TECHNOLOGY UPGRADE, AND MAINTENANCE NEEDS OF THE DISTRICT AND 10 MAY NOT PLEDGE ANY MONEY IN THE FUND FOR THE REPAYMENT OF ANY 11 EXISTING OR NEW BORROWING. ALL INTEREST AND INCOME DERIVED FROM 12 THE DEPOSIT AND INVESTMENT OF MONEY IN THE SUPPLEMENTAL CAPITAL 13 CONSTRUCTION, TECHNOLOGY, AND MAINTENANCE FUND SHALL BE 14 CREDITED TO THE FUND. 15 **SECTION 3.** In Colorado Revised Statutes, add 22-54-108.7 as 16 follows: 17 22-54-108.7. Authorization of additional local revenues for 18 cash funding of capital construction, new technology, existing 19 technology upgrade, and maintenance needs - definition. 20 (1) (a) NOTWITHSTANDING ANY LAW TO THE CONTRARY, ANY DISTRICT 21 THAT CHOOSES TO RAISE AND EXPEND LOCAL PROPERTY TAX REVENUE IN 22 EXCESS OF THE DISTRICT'S TOTAL PROGRAM, AS DETERMINED IN 23 ACCORDANCE WITH SECTION 22-54-104, AND IN ADDITION TO ANY

25 22-54-106, 22-54-107, 22-54-107.5, 22-54-108, AND 22-54-108.5, MAY
26 SUBMIT THE QUESTION OF WHETHER THE DISTRICT SHOULD BE
27 AUTHORIZED TO RAISE AND EXPEND ADDITIONAL LOCAL PROPERTY TAX

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REVENUE GENERATED BY PROPERTY TAX LEVIED PURSUANT TO SECTIONS

1 REVENUE, THEREBY AUTHORIZING AN ADDITIONAL LEVY IN EXCESS OF THE 2 LEVY AUTHORIZED UNDER SECTIONS 22-54-106, 22-54-107, AND 3 22-54-108, TO PROVIDE ONGOING CASH FUNDING FOR THE CAPITAL 4 CONSTRUCTION, NEW TECHNOLOGY, EXISTING TECHNOLOGY UPGRADE, 5 AND MAINTENANCE NEEDS OF THE DISTRICT. A QUESTION AUTHORIZED BY 6 THIS PARAGRAPH (a) MUST BE SUBMITTED AT AN ELECTION HELD IN 7 Accordance with section 20 of article X of the state 8 CONSTITUTION AND TITLE 1, C.R.S.

9 (b) IF A MAJORITY OF THE VOTES CAST IN AN ELECTION HELD 10 PURSUANT TO PARAGRAPH (a) OF THIS SUBSECTION (1) ARE IN FAVOR OF 11 THE QUESTION, THE DISTRICT SHALL LEVY AN ADDITIONAL MILL LEVY 12 EACH YEAR AND SHALL DEPOSIT THE REVENUE RECEIVED FROM THE 13 ADDITIONAL MILL LEVY INTO THE SUPPLEMENTAL CAPITAL 14 <u>CONSTRUCTION, TECHNOLOGY, AND MAINTENANCE FUND OF THE DISTRICT</u> 15 CREATED IN SECTION 22-45-103 (1) (j).

16 (2) FOR PURPOSES OF THIS SECTION, "CAPITAL CONSTRUCTION"
 17 HAS THE SAME MEANING AS SET FORTH IN SECTION 24-30-1301 (2), C.R.S.
 18 SECTION 4. Safety clause. The general assembly hereby finds,
 19 determines, and declares that this act is necessary for the immediate
 20 preservation of the public peace, health, and safety.