# Second Regular Session Seventieth General Assembly STATE OF COLORADO

## **PREAMENDED**

This Unofficial Version Includes Committee Amendments Not Yet Adopted on Second Reading

LLS NO. 16-0584.01 Jason Gelender x4330

**HOUSE BILL 16-1354** 

#### **HOUSE SPONSORSHIP**

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

### SENATE SPONSORSHIP

(None),

# **House Committees**

#### **Senate Committees**

Education

# A BILL FOR AN ACT CONCERNING AUTHORIZATION FOR A SCHOOL DISTRICT TO IMPOSE AN ADDITIONAL MILL LEVY FOR THE SOLE PURPOSE OF FUNDING CAPITAL CONSTRUCTION AND MAINTENANCE NEEDS OF THE 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 <a href="http://www.leg.state.co.us/billsummaries">http://www.leg.state.co.us/billsummaries</a>.)

The bill authorizes a school district, with voter approval, to impose an additional mill levy for the sole purpose of funding its capital 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), and (3) (b); and add (2)
4	(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	AND MAINTENANCE NEEDS OF THE DISTRICT TO BE SUBMITTED BY THE
19	DISTRICT TO THE VOTERS OF THE DISTRICT PURSUANT TO SECTION
20	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

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2	imposition of a special mill levy pursuant to section 22-30.5-405 OR AN
3	ADDITIONAL MILL LEVY PURSUANT TO SECTION 22-54-108.7 shall submit
4	a capital construction plan to the board of education of its chartering
5	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;
11	SECTION 2. In Colorado Revised Statutes, 22-45-103, add (1)
12	(j) as follows:
13	22-45-103. Funds. (1) The following funds are created for each
14	school district for purposes specified in this article:
15	(j) Supplemental capital construction and maintenance fund.
15 16	(j) <b>Supplemental capital construction and maintenance fund.</b> The revenue from a tax levied pursuant to section 22-54-108.7
	•
16	THE REVENUE FROM A TAX LEVIED PURSUANT TO SECTION 22-54-108.7
16 17	THE REVENUE FROM A TAX LEVIED PURSUANT TO SECTION 22-54-108.7 FOR THE PURPOSE OF PROVIDING ONGOING CASH FUNDING FOR THE
16 17 18	THE REVENUE FROM A TAX LEVIED PURSUANT TO SECTION 22-54-108.7 FOR THE PURPOSE OF PROVIDING ONGOING CASH FUNDING FOR THE CAPITAL CONSTRUCTION AND MAINTENANCE NEEDS OF A SCHOOL
16 17 18 19	THE REVENUE FROM A TAX LEVIED PURSUANT TO SECTION 22-54-108.7 FOR THE PURPOSE OF PROVIDING ONGOING CASH FUNDING FOR THE CAPITAL CONSTRUCTION AND MAINTENANCE NEEDS OF A SCHOOL DISTRICT, AND NO OTHER MONEY OTHER THAN INTEREST AND INCOME
16 17 18 19 20	THE REVENUE FROM A TAX LEVIED PURSUANT TO SECTION 22-54-108.7 FOR THE PURPOSE OF PROVIDING ONGOING CASH FUNDING FOR THE CAPITAL CONSTRUCTION AND MAINTENANCE NEEDS OF A SCHOOL DISTRICT, AND NO OTHER MONEY OTHER THAN INTEREST AND INCOME CREDITED TO THE FUND PURSUANT TO THIS PARAGRAPH (j), SHALL BE
16 17 18 19 20 21	THE REVENUE FROM A TAX LEVIED PURSUANT TO SECTION 22-54-108.7 FOR THE PURPOSE OF PROVIDING ONGOING CASH FUNDING FOR THE CAPITAL CONSTRUCTION AND MAINTENANCE NEEDS OF A SCHOOL DISTRICT, AND NO OTHER MONEY OTHER THAN INTEREST AND INCOME CREDITED TO THE FUND PURSUANT TO THIS PARAGRAPH (j), SHALL BE DEPOSITED IN THE SUPPLEMENTAL CAPITAL CONSTRUCTION AND
16 17 18 19 20 21 22	THE REVENUE FROM A TAX LEVIED PURSUANT TO SECTION 22-54-108.7 FOR THE PURPOSE OF PROVIDING ONGOING CASH FUNDING FOR THE CAPITAL CONSTRUCTION AND MAINTENANCE NEEDS OF A SCHOOL DISTRICT, AND NO OTHER MONEY OTHER THAN INTEREST AND INCOME CREDITED TO THE FUND PURSUANT TO THIS PARAGRAPH (j), SHALL BE DEPOSITED IN THE SUPPLEMENTAL CAPITAL CONSTRUCTION AND MAINTENANCE FUND OF THE DISTRICT. THE DISTRICT MAY EXPEND MONEY
16 17 18 19 20 21 22 23	THE REVENUE FROM A TAX LEVIED PURSUANT TO SECTION 22-54-108.7 FOR THE PURPOSE OF PROVIDING ONGOING CASH FUNDING FOR THE CAPITAL CONSTRUCTION AND MAINTENANCE NEEDS OF A SCHOOL DISTRICT, AND NO OTHER MONEY OTHER THAN INTEREST AND INCOME CREDITED TO THE FUND PURSUANT TO THIS PARAGRAPH (j), SHALL BE DEPOSITED IN THE SUPPLEMENTAL CAPITAL CONSTRUCTION AND MAINTENANCE FUND OF THE DISTRICT. THE DISTRICT MAY EXPEND MONEY FROM THE FUND ONLY FOR THE PURPOSE OF PROVIDING CASH FUNDING FOR
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16 17 18 19 20 21 22 23 24 25	THE REVENUE FROM A TAX LEVIED PURSUANT TO SECTION 22-54-108.7 FOR THE PURPOSE OF PROVIDING ONGOING CASH FUNDING FOR THE CAPITAL CONSTRUCTION AND MAINTENANCE NEEDS OF A SCHOOL DISTRICT, AND NO OTHER MONEY OTHER THAN INTEREST AND INCOME CREDITED TO THE FUND PURSUANT TO THIS PARAGRAPH (j), SHALL BE DEPOSITED IN THE SUPPLEMENTAL CAPITAL CONSTRUCTION AND MAINTENANCE FUND OF THE DISTRICT. THE DISTRICT MAY EXPEND MONEY FROM THE FUND ONLY FOR THE PURPOSE OF PROVIDING CASH FUNDING FOR CAPITAL CONSTRUCTION AND MAINTENANCE NEEDS OF THE DISTRICT AND MAY NOT PLEDGE ANY MONEY IN THE FUND FOR THE REPAYMENT OF ANY

that seeks to obtain funding for its capital construction needs through the

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1	CONSTRUCTION AND MAINTENANCE FUND SHALL BE CREDITED TO THE
2	FUND.
3	<b>SECTION 3.</b> In Colorado Revised Statutes, <b>add</b> 22-54-108.7 as
4	follows:
5	22-54-108.7. Authorization of additional local revenues for
6	cash funding of capital construction and maintenance needs -
7	definition. (1) (a) NOTWITHSTANDING ANY LAW TO THE CONTRARY, ANY
8	DISTRICT THAT CHOOSES TO RAISE AND EXPEND LOCAL PROPERTY TAX
9	REVENUE IN EXCESS OF THE DISTRICT'S TOTAL PROGRAM, AS DETERMINED
10	IN ACCORDANCE WITH SECTION 22-54-104, AND IN ADDITION TO ANY
11	REVENUE GENERATED BY PROPERTY TAX LEVIED PURSUANT TO SECTIONS
12	22-54-106, 22-54-107, 22-54-107.5, 22-54-108, AND 22-54-108.5, MAY
13	SUBMIT THE QUESTION OF WHETHER THE DISTRICT SHOULD BE
14	AUTHORIZED TO RAISE AND EXPEND ADDITIONAL LOCAL PROPERTY TAX
15	REVENUE, THEREBY AUTHORIZING AN ADDITIONAL LEVY IN EXCESS OF THE
16	LEVY AUTHORIZED UNDER SECTIONS 22-54-106, 22-54-107, AND
17	22-54-108, TO PROVIDE ONGOING CASH FUNDING FOR THE CAPITAL
18	CONSTRUCTION AND MAINTENANCE NEEDS OF THE DISTRICT. A QUESTION
19	AUTHORIZED BY THIS PARAGRAPH (a) MUST BE SUBMITTED AT AN
20	ELECTION HELD IN ACCORDANCE WITH SECTION $20\mathrm{OF}$ ARTICLE $X$ OF THE
21	STATE CONSTITUTION AND TITLE 1, C.R.S.
22	(b) If a majority of the votes cast in an election held
23	PURSUANT TO PARAGRAPH (a) OF THIS SUBSECTION (1) ARE IN FAVOR OF
24	THE QUESTION, THE DISTRICT SHALL LEVY AN ADDITIONAL MILL LEVY
25	EACH YEAR AND SHALL DEPOSIT THE REVENUE RECEIVED FROM THE
26	ADDITIONAL MILL LEVY INTO THE SUPPLEMENTAL CAPITAL CONSTRUCTION
27	AND MAINTENANCE FUND OF THE DISTRICT CREATED IN SECTION 22-45-103

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1	(1) (J).
2	(2) FOR PURPOSES OF THIS SECTION, "CAPITAL CONSTRUCTION"
3	HAS THE SAME MEANING AS SET FORTH IN SECTION 24-30-1301 (2), C.R.S
4	<b>SECTION 4. Safety clause.</b> The general assembly hereby finds
5	determines, and declares that this act is necessary for the immediate
6	preservation of the public peace, health, and safety.

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