

BILL EXPLANATION

SENATE BILL 465 Assembly Committee on Taxation Hearing: April 17, 2003

Summary: Makes certain changes concerning calculation of amount of basic governmental services tax distributed to county school district. If approved, Section 4 makes the act effective on July 1, 2003. (BDR 43-623)

Section 1: Deletes provisions providing that any property tax rate authorized for school capital projects must be included as part of the property tax rate used to determine the school district's portion of the basic governmental services tax revenues. The provisions were added in AB 501, which was enacted by the 2001 Legislature.

Section 2: Provides that the provisions of the bill do not apply to the distribution of governmental services tax revenues collected prior to FY 2004.

Section 3: Provides that the amendatory provisions of Section 1 do not apply to modify any taxes, levies or revenues pledged for the repayment of bonds.