

House Bill 299

By: Representatives Royal of the 164th, Jamieson of the 22nd, Buck of the 135th and Skipper of the 137th

A BILL TO BE ENTITLED
AN ACT

1 To amend Code Section 48-5-52 of the Official Code of Georgia Annotated, relating to
2 homestead exemptions from school district ad valorem taxation for educational purposes for
3 residents who are 62 years of age or older, so as to change the income limitation provisions
4 of such exemption; to specify certain terms, conditions, and procedures relating thereto; to
5 provide for applicability; to provide for effective dates; to provide for a special election; to
6 provide for automatic repeal under certain circumstances; to repeal conflicting laws; and for
7 other purposes.

8 BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

9 **SECTION 1.**

10 Code Section 48-5-52 of the Official Code of Georgia Annotated, relating to homestead
11 exemptions from school district ad valorem taxation for educational purposes for residents
12 who are 62 years of age or older, is amended by striking subsection (a) and inserting in its
13 place a new subsection (a) to read as follows:

14 "(a) The homestead of each resident of each independent school district and of each county
15 school district within this state who is 62 years of age or ~~over~~ older and ~~who~~, for the
16 purposes of all tax years beginning on or after January 1, ~~1988~~ 2003, ~~has a gross~~ whose net
17 ~~income from all sources, including the income of all members of the family residing~~
18 together with the net income of the spouse who also occupies and resides within the
19 homestead, ~~not exceeding \$10,000.00 per annum~~ does not exceed \$10,000.00 for the
20 immediately preceding taxable year for income tax purposes, is exempted from all ad
21 valorem taxes for educational purposes levied by, for, or on behalf of any such school
22 system, including taxes to retire school bond indebtedness. For the purposes of this
23 subsection, net income shall not include income received as retirement, survivor, or
24 disability benefits under the federal Social Security Act or under any other public or private
25 retirement, disability, or pension system, except such income which is in excess of the
26 maximum amount authorized to be paid to an individual and his or her spouse under the

1 federal Social Security Act. Income from such sources in excess of such maximum amount
 2 shall be included as net income for the purposes of this subsection. The exemption shall
 3 not exceed \$10,000.00 of the homestead's assessed value. Except as otherwise specifically
 4 provided by law, the value of that property in excess of such exempted amount shall remain
 5 subject to taxation."

6 SECTION 2.

7 Unless prohibited by the federal Voting Rights Act of 1965, as amended, the Secretary of
 8 State shall call and conduct a special election as provided in this section for the purpose of
 9 submitting this Act to the electors of the State of Georgia for approval or rejection. The
 10 Secretary of State shall conduct that special election on the date of the November, 2002,
 11 state-wide general election. The Secretary of State shall issue the call and conduct that
 12 special election as provided by general law. The Secretary of State shall cause the date and
 13 purpose of the special election to be published in the official organ of each county in the state
 14 once a week for two weeks immediately preceding the date of the special election. The
 15 ballot shall have written thereon the following:

16 "() YES Shall the Act be approved which changes the state-wide \$10,000.00
 17 homestead exemption from all school district ad valorem taxation for
 18 () NO educational purposes for persons 62 years of age or older by changing the
 19 \$10,000.00 gross household income limitation to a \$10,000.00 net income,
 20 excluding certain retirement income, of the applicant and spouse thereof?"

21 All persons desiring to vote for approval of the Act shall vote "Yes," and those persons
 22 desiring to vote for rejection of the Act shall vote "No." If more than one-half of the votes
 23 cast on such question are for approval of the Act, then Section 1 of this Act shall become
 24 effective on January 1, 2003, and shall be applicable to all taxable years beginning on or after
 25 that date. If the Act is not so approved or if the election is not conducted as provided in this
 26 section, Section 1 of this Act shall not become effective and this Act shall be automatically
 27 repealed on the first day of January immediately following that election date.

28 SECTION 3.

29 Except as otherwise provided in Section 2 of this Act, this Act shall become effective upon
 30 its approval by the Governor or upon its becoming law without such approval.

31 SECTION 4.

32 All laws and parts of laws in conflict with this Act are repealed.