

House Bill 990

By: Representative Stephens of the 164th

A BILL TO BE ENTITLED
AN ACT

1 To amend Part 1 of Article 3 of Chapter 8 of Title 48 of the Official Code of Georgia
2 Annotated, relating to the special county 1 percent sales and use tax, so as to authorize use
3 and expenditure of such tax proceeds for certain county maintenance and repair purposes;
4 to provide for procedures, conditions, and limitations; to provide an effective date; to provide
5 for applicability; to repeal conflicting laws; and for other purposes.

6 BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

7 **SECTION 1.**

8 Part 1 of Article 3 of Chapter 8 of Title 48 of the Official Code of Georgia Annotated,
9 relating to the special county 1 percent sales and use tax, is amended by striking Code
10 Section 48-8-111, relating to procedures for the imposition of such tax, and inserting in its
11 place a new Code Section 48-8-111 to read as follows:

12 "48-8-111.

13 (a) Prior to the issuance of the call for the referendum and prior to the vote of a county
14 governing authority within a special district to impose the tax under this part, such
15 governing authority may enter into an intergovernmental agreement with any or all of the
16 qualified municipalities within the special district. Any county that desires to have a tax
17 under this part levied within the special district shall deliver or mail a written notice to the
18 mayor or chief elected official in each qualified municipality located within the special
19 district. Such notice shall contain the date, time, place, and purpose of a meeting at which
20 the governing authorities of the county and of each qualified municipality are to meet to
21 discuss the possible projects for inclusion in the referendum, including municipally owned
22 or operated projects. The notice shall be delivered or mailed at least ten days prior to the
23 date of the meeting. The meeting shall be held at least 30 days prior to the issuance of the
24 call for the referendum. Following such meeting, the governing authority of the county
25 within the special district voting to impose the tax authorized by this part shall notify the
26 county election superintendent by forwarding to the superintendent a copy of the resolution

1 or ordinance of the governing authority calling for the imposition of the tax. Such
2 ordinance or resolution shall specify eligible expenditures identified by the county and any
3 qualified municipality for use of proceeds distributed pursuant to subsection (b) of Code
4 Section 48-8-115. Such ordinance or resolution shall also specify:

5 (1) The purpose or purposes for which the proceeds of the tax are to be used and may be
6 expended, which purpose or purposes may consist of capital outlay projects located
7 within or outside, or both within and outside, any incorporated areas in the county in the
8 special district or outside the county, as authorized by subparagraph (B) of this paragraph
9 for regional facilities, and which may include any of the following purposes:

10 (A) A capital outlay project consisting of road, street, and bridge purposes, which
11 purposes may include sidewalks and bicycle paths;

12 (B) A capital outlay project or projects in the special district and consisting of a
13 courthouse; administrative buildings; a civic center; a local or regional jail, correctional
14 institution, or other detention facility; a library; a coliseum; local or regional solid waste
15 handling facilities as defined under paragraph (27.1) or (35) of Code Section 12-8-22,
16 as amended, excluding any solid waste thermal treatment technology facility, including,
17 but not limited to, any facility for purposes of incineration or waste to energy direct
18 conversion; local or regional recovered materials processing facilities as defined under
19 paragraph (26) of Code Section 12-8-22, as amended; or any combination of such
20 projects;

21 (C) A capital outlay project or projects which will be operated by a joint authority or
22 authorities of the county and one or more qualified municipalities within the special
23 district;

24 (D) A capital outlay project or projects, to be owned or operated or both either by the
25 county, one or more qualified municipalities within the special district, one or more
26 local authorities within the special district, or any combination thereof;

27 (E) A capital outlay project consisting of a cultural facility, a recreational facility, or
28 a historic facility or a facility for some combination of such purposes;

29 (F) A water capital outlay project, a sewer capital outlay project, a water and sewer
30 capital outlay project, or a combination of such projects, to be owned or operated or
31 both by a county water and sewer district and one or more qualified municipalities in
32 the county;

33 (G) The retirement of previously incurred general obligation debt of the county, one
34 or more qualified municipalities within the special district, or any combination thereof;

35 (H) A capital outlay project or projects within the special district and consisting of
36 public safety facilities, airport facilities, or related capital equipment used in the
37 operation of public safety or airport facilities, or any combination of such purposes;

1 (I) A capital outlay project or projects within the special district, consisting of capital
2 equipment for use in voting in official elections or referendums;

3 (J) A capital outlay project or projects within the special district consisting of any
4 transportation facility designed for the transportation of people or goods, including but
5 not limited to railroads, port and harbor facilities, mass transportation facilities, or any
6 combination thereof;

7 (K) A capital outlay project or projects within the special district and consisting of a
8 hospital or hospital facilities that are owned by a county, a qualified municipality, or
9 a hospital authority within the special district and operated by such county,
10 municipality, or hospital authority or by an organization which is tax exempt under
11 Section 501(c)(3) of the Internal Revenue Code, which operates the hospital through
12 a contract or lease with such county, municipality, or hospital authority; ~~or~~

13 (L) County maintenance and repair of projects described in this subsection and funded
14 with the tax imposed under this part; provided, however, that the amount of proceeds
15 used for such purposes under this subparagraph shall not exceed 5 percent of the total
16 proceeds which are collected under this part by such county; or

17 ~~(L)~~(M) Any combination of two or more of the foregoing;

18 (2) The maximum period of time, to be stated in calendar years or calendar quarters and
19 not to exceed five years, unless the provisions of paragraph (1) of subsection (b) or
20 subparagraph (b)(2)(A) of Code Section 48-8-115 are applicable, in which case the
21 maximum period of time for which the tax may be levied shall not exceed six years;

22 (3) The estimated cost of the project or projects which will be funded from the proceeds
23 of the tax, which estimated cost shall also be the estimated amount of net proceeds to be
24 raised by the tax, unless the provisions of paragraph (1) of subsection (b) or subparagraph
25 (b)(2)(A) of Code Section 48-8-115 are applicable, in which case the final day of the tax
26 shall be based upon the length of time for which the tax was authorized to be levied by
27 the referendum; ~~and~~

28 (4) If general obligation debt is to be issued in conjunction with the imposition of the tax,
29 the principal amount of the debt to be issued, the purpose for which the debt is to be
30 issued, the local government issuing the debt, the interest rate or rates or the maximum
31 interest rate or rates which such debt is to bear, and the amount of principal to be paid in
32 each year during the life of the debt; and

33 (5) If proceeds are to be expended for county maintenance and repair purposes, a good
34 faith estimate of the annual amount to be expended with respect to such purposes.

35 (b) Upon receipt of the resolution or ordinance, the election superintendent shall issue the
36 call for an election for the purpose of submitting the question of the imposition of the tax
37 to the voters of the county within the special district. The election superintendent shall

1 issue the call and shall conduct the election on a date and in the manner authorized under
 2 Code Section 21-2-540. The election superintendent shall cause the date and purpose of the
 3 election to be published once a week for four weeks immediately preceding the date of the
 4 election in the official organ of the county. If general obligation debt is to be issued by the
 5 county or any qualified municipality within the special district in conjunction with the
 6 imposition of the tax, the notice published by the election superintendent shall also include,
 7 in such form as may be specified by the county governing authority or the governing
 8 authority or authorities of the qualified municipalities imposing the tax within the special
 9 district, the principal amount of the debt, the purpose for which the debt is to be issued, the
 10 rate or rates of interest or the maximum rate or rates of interest the debt will bear, and the
 11 amount of principal to be paid in each year during the life of the debt; and such publication
 12 of notice by the election superintendent shall take the place of the notice otherwise required
 13 by Code Section 36-80-11 or by subsection (b) of Code Section 36-82-1, which notice shall
 14 not be required.

15 (c)(1) The ballot submitting the question of the imposition of the tax authorized by this
 16 part to the voters of the county within the special district shall have written or printed
 17 thereon the following:

18 '() YES Shall a special 1 percent sales and use tax be imposed in the special district
 19 of _____ County for a period of time not to exceed _____ and for the
 20 () NO raising of an estimated amount of \$_____ for the purpose of
 21 _____?'

22 (2) If debt is to be issued, the ballot shall also have written or printed thereon, following
 23 the language specified by paragraph (1) of this subsection, the following:

24 'If imposition of the tax is approved by the voters, such vote shall also constitute
 25 approval of the issuance of general obligation debt of _____ in the principal amount
 26 of \$_____ for the above purpose.'

27 (3) If the tax is to be imposed in part for county maintenance and repair purposes, the
 28 ballot shall have written or printed thereon, following the language specified by
 29 paragraph (2) of this subsection, the following:

30 'If imposition of the tax is approved by the voters, such vote shall also constitute
 31 approval of the annual expenditure of approximately \$_____ for county maintenance
 32 and repair purposes_____.'

33 (d) All persons desiring to vote in favor of imposing the tax shall vote 'Yes' and all persons
 34 opposed to levying the tax shall vote 'No.' If more than one-half of the votes cast are in
 35 favor of imposing the tax then the tax shall be imposed as provided in this part; otherwise
 36 the tax shall not be imposed and the question of imposing the tax shall not again be
 37 submitted to the voters of the county within the special district until after 12 months

1 immediately following the month in which the election was held; provided, however, that
2 if an election date authorized under Code Section 21-2-540 occurs during the twelfth month
3 immediately following the month in which such election was held, the question of
4 imposing the tax may be submitted to the voters of the county within the special district on
5 such date. The election superintendent shall hold and conduct the election under the same
6 rules and regulations as govern special elections. The superintendent shall canvass the
7 returns, declare the result of the election, and certify the result to the Secretary of State and
8 to the commissioner. The expense of the election shall be paid from county funds.

9 (e)(1) If the proposal includes the authority to issue general obligation debt and if more
10 than one-half of the votes cast are in favor of the proposal, then the authority to issue such
11 debt in accordance with Article IX, Section V, Paragraph I or Article IX, Section V,
12 Paragraph II of the Constitution is given to the proper officers of the county or qualified
13 municipality within the special district issuing such debt; otherwise such debt shall not
14 be issued. If the authority to issue such debt is so approved by the voters, then such debt
15 may be issued without further approval by the voters.

16 (2) If the issuance of general obligation debt is included and approved as provided in this
17 Code section, then the governing authority of the county or qualified municipality within
18 the special district issuing such debt may incur such debt either through the issuance and
19 validation of general obligation bonds or through the execution of a promissory note or
20 notes or other instrument or instruments. If such debt is incurred through the issuance of
21 general obligation bonds, such bonds and their issuance and validation shall be subject
22 to Articles 1 and 2 of Chapter 82 of Title 36 except as specifically provided otherwise in
23 this part. If such debt is incurred through the execution of a promissory note or notes or
24 other instrument or instruments, no validation proceedings shall be necessary and such
25 debt shall be subject to Code Sections 36-80-10 through 36-80-14 except as specifically
26 provided otherwise in this part. In either event, such general obligation debt shall be
27 payable first from the separate account in which are placed the proceeds received by the
28 county or qualified municipality within the special district issuing such debt from the tax
29 authorized by this part. Such general obligation debt shall, however, constitute a pledge
30 of the full faith, credit, and taxing power of the county or qualified municipality within
31 the special district issuing such debt; and any liability on such debt which is not satisfied
32 from the proceeds of the tax authorized by this part shall be satisfied from the general
33 funds of the county or qualified municipality within the special district issuing such debt."

