

The House Committee on Intragovernmental Coordination - Local Legislation offers the following substitute to HB 999:

A BILL TO BE ENTITLED
AN ACT

1 To provide a short title; to provide for a homestead exemption from Effingham County
2 School District ad valorem taxes for educational purposes in an amount equal to the amount
3 by which the current year assessed value of a homestead exceeds the adjusted base year
4 assessed value of such homestead; to provide for definitions; to specify the terms and
5 conditions of the exemption and the procedures relating thereto; to provide for applicability;
6 to provide for a referendum, effective dates, and automatic repeal; to repeal conflicting laws;
7 and for other purposes.

8 **BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:**

9 **SECTION 1.**

10 This Act shall be known and may be cited as the "Effingham County School District
11 Carter-Burns Act."

12 **SECTION 2.**

13 (a) As used in this Act, the term:

14 (1) "Ad valorem taxes for educational purposes" means all ad valorem taxes for
15 educational purposes levied by, for, or on behalf of the Effingham County School
16 District, including, but not limited to, any ad valorem taxes to pay interest on and to retire
17 county school district bonded indebtedness.

18 (2) "Base year" means:

19 (A) For those persons who are receiving a homestead exemption on January 1, 2009,
20 the 2008 taxable year; or

21 (B) For those persons applying for a homestead exemption on and after January 1,
22 2009, the taxable year immediately preceding the taxable year in which the exemption
23 under this Act is first granted to the most recent owner of such homestead;

24 provided, however, that in the event a reassessment of the homestead causes the actual
25 assessed value of that homestead to be increased, the tax commissioner shall adjust the

1 base year assessed value by the lesser of 3 percent, the percentage change in the
2 Consumer Price Index as reported by the United States Department of Labor Bureau of
3 Labor Statistics, or the actual percentage increase in the actual assessed value.

4 (3) "Homestead" means homestead as defined and qualified in Code Section 48-5-40 of
5 the O.C.G.A., as amended, with the additional qualification that it shall include only the
6 primary residence and not more than five contiguous acres of land immediately
7 surrounding such residence.

8 (b)(1) Each resident of the Effingham County School District is granted an exemption
9 on that person's homestead from Effingham County School District ad valorem taxes for
10 educational purposes in an amount equal to the amount by which the current year
11 assessed value of that homestead exceeds the adjusted base year assessed value of the
12 homestead. This exemption shall not apply to taxes assessed on improvements to the
13 homestead or additional land that is added to the homestead after January 1 of the base
14 year. If any real property is removed from the homestead, the base year assessed value
15 shall be adjusted to reflect such removal and the exemption shall be recalculated
16 accordingly. The value of that property in excess of such exempted amount shall remain
17 subject to taxation.

18 (2) The unremarried surviving spouse of the deceased spouse who has been granted the
19 exemption provided for in paragraph (1) of this subsection shall continue to receive the
20 exemption provided under paragraph (1) of this subsection so long as that unremarried
21 surviving spouse continues to occupy the home as a residence and homestead.

22 (c) Those persons receiving homestead exemptions on January 1, 2009, shall automatically
23 receive the homestead exemption granted by subsection (b) of this section. For a person who
24 is not receiving a homestead exemption on January 1, 2009, such person shall not receive the
25 homestead exemption granted by subsection (b) of this section unless the person or person's
26 agent files an application with the tax commissioner of Effingham County giving such
27 information relative to receiving such exemption as will enable the tax commissioner to
28 make a determination regarding the initial and continuing eligibility of such owner for such
29 exemption. The tax commissioner of Effingham County shall provide application forms for
30 this purpose.

31 (d) The exemption shall be claimed and returned as provided in Code Section 48-5-50.1 of
32 the O.C.G.A., as amended. The exemption shall be automatically renewed from year to year
33 so long as the owner occupies the residence as a homestead. After a person has filed the
34 proper application as provided in subsection (c) of this section, it shall not be necessary to
35 make application thereafter for any year and the exemption shall continue to be allowed to
36 such person. It shall be the duty of any person granted the homestead exemption under

1 subsection (b) of this section to notify the tax commissioner of the county in the event that
2 person for any reason becomes ineligible for that exemption.

3 (e) The exemption granted by subsection (b) of this section shall not apply to or affect state
4 ad valorem taxes, county ad valorem taxes for county purposes, municipal ad valorem taxes
5 for municipal purposes, or independent school district taxes for educational purposes. The
6 homestead exemption granted by subsection (b) of this section shall be in addition to and not
7 in lieu of any other homestead exemption applicable to county school district ad valorem
8 taxes for educational purposes.

9 (f) The exemption granted by subsection (b) of this section shall apply to all taxable years
10 beginning on or after January 1, 2009.

11 **SECTION 3.**

12 Unless prohibited by the federal Voting Rights Act of 1965, as amended, the election
13 superintendent of Effingham County shall call and conduct an election as provided in this
14 section for the purpose of submitting this Act to the electors of the Effingham County School
15 District for approval or rejection. The election superintendent shall conduct that election on
16 the date of the November, 2008, state-wide general election and shall issue the call and
17 conduct that election as provided by general law. The election superintendent shall cause the
18 date and purpose of the election to be published once a week for two weeks immediately
19 preceding the date thereof in the official organ of Effingham County. The ballot shall have
20 written or printed thereon the words:

21 "() YES Shall the Act entitled the "Effingham County School District Carter-Burns
22 Act" be approved which provides a homestead exemption from Effingham
23 () NO County School District ad valorem taxes for educational purposes in an
24 amount equal to the amount by which the current year assessed value of a
25 homestead exceeds the adjusted base year assessed value of such
26 homestead?"

27 All persons desiring to vote for approval of the Act shall vote "Yes," and all persons desiring
28 to vote for rejection of the Act shall vote "No." If more than one-half of the votes cast on
29 such question are for approval of the Act, Section 2 of this Act shall become of full force and
30 effect on January 1, 2009. If the Act is not so approved or if the election is not conducted
31 as provided in this section, Section 2 of this Act shall not become effective and this Act shall
32 be automatically repealed on the first day of January immediately following that election
33 date. The expense of such election shall be borne by Effingham County. It shall be the
34 election superintendent's duty to certify the result thereof to the Secretary of State.

