

House Engrossed

State of Arizona
House of Representatives
Forty-fifth Legislature
Second Regular Session
2002

CHAPTER 188

HOUSE BILL 2165

AN ACT

AMENDING SECTION 15-1021, ARIZONA REVISED STATUTES; RELATING TO SCHOOL DISTRICT BONDS.

(TEXT OF BILL BEGINS ON NEXT PAGE)



1 Be it enacted by the Legislature of the State of Arizona:

2 Section 1. Section 15-1021, Arizona Revised Statutes, is amended to
3 read:

4 15-1021. Limitation on bonded indebtedness; limitation on
5 authorization and issuance of bonds

6 A. Until December 31, 1999, a school district may issue class A bonds
7 for the purposes specified in this section and chapter 4, article 5 of this
8 title to an amount in the aggregate, including the existing indebtedness, not
9 exceeding fifteen per cent of the taxable property used for secondary
10 property tax purposes, as determined pursuant to title 42, chapter 15,
11 article 1, within a school district as ascertained by the last property tax
12 assessment previous to issuing the bonds.

13 B. From and after December 31, 1998, a school district may issue class
14 B bonds for the purposes specified in this section and chapter 4, article 5
15 of this title to an amount in the aggregate, including the existing class B
16 indebtedness, not exceeding five per cent of the taxable property used for
17 secondary property tax purposes, as determined pursuant to title 42, chapter
18 15, article 1, within a school district as ascertained by the last assessment
19 of state and county taxes previous to issuing the bonds, or one thousand five
20 hundred dollars per student count as determined pursuant to section 15-902,
21 whichever amount is greater. A school district shall not issue class B bonds
22 until the proceeds of any class A bonds issued by the school district have
23 been obligated in contract. The total amount of class A and class B bonds
24 issued by a school district shall not exceed the debt limitations prescribed
25 in article IX, section 8, Constitution of Arizona.

26 C. Until December 31, 1999, a unified school district, as defined
27 under article IX, section 8.1, Constitution of Arizona, may issue class A
28 bonds for the purposes specified in this section and chapter 4, article 5 of
29 this title to an amount in the aggregate, including the existing
30 indebtedness, not exceeding thirty per cent of the taxable property used for
31 secondary property tax purposes, as determined pursuant to title 42, chapter
32 15, article 1, within a unified school district as ascertained by the last
33 property tax assessment previous to issuing the bonds.

34 D. From and after December 31, 1998, a unified school district, as
35 defined under article IX, section 8.1, Constitution of Arizona, may issue
36 class B bonds for the purposes specified in this section and chapter 4,
37 article 5 of this title to an amount in the aggregate, including the existing
38 class B indebtedness, not exceeding ten per cent of the taxable property used
39 for secondary tax purposes, as determined pursuant to title 42, chapter 15,
40 article 1, within a school district as ascertained by the last assessment of
41 state and county taxes previous to issuing the bonds, or one thousand five
42 hundred dollars per student count as determined pursuant to section 15-902,
43 whichever amount is greater. A unified school district shall not issue class
44 B bonds until the proceeds of any class A bonds issued by the unified school
45 district have been obligated in contract. The total amount of class A and

1 class B bonds issued by a unified school district shall not exceed the debt
2 limitations prescribed in article IX, section 8.1, Constitution of Arizona.

3 E. No bonds authorized to be issued by an election held after July 1,
4 1980 may be issued more than six years after the date of the election, except
5 that class A bonds shall not be issued after December 31, 1999.

6 F. Class A bond proceeds shall not be expended for items whose useful
7 life is less than the average life of the bonds issued, except that bond
8 proceeds shall not be expended for items whose useful life is less than five
9 years.

10 G. Class B bond proceeds shall not be expended for soft capital items,
11 COMPUTER HARDWARE or other items whose useful life is less than the average
12 useful life of the bonds issued, except that bond proceeds shall not be
13 expended for items whose useful life is less than five years. FOR THE
14 PURPOSES OF THIS SUBSECTION, "COMPUTER HARDWARE" MEANS AN ELECTRONIC DEVICE
15 WITH AN INTEGRATED CIRCUIT THAT PERFORMS LOGIC, ARITHMETIC OR MEMORY
16 FUNCTIONS BY THE MANIPULATIONS OF ELECTRONIC OR MAGNETIC IMPULSES AND
17 INCLUDES ALL INPUT, OUTPUT, PROCESSING, STORAGE, SOFTWARE OR COMMUNICATION
18 FACILITIES THAT ARE CONNECTED OR RELATED TO SUCH A DEVICE IN A SYSTEM OR
19 NETWORK.

20 H. Notwithstanding subsections F and G of this section, bond proceeds
21 may be expended for purchasing pupil transportation vehicles.

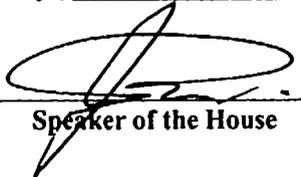
22 I. A school district shall not authorize, issue or sell bonds pursuant
23 to this section if the school district has any existing indebtedness from
24 impact aid revenue bonds pursuant to CHAPTER 16, article 8 of this title,
25 except for bonds issued to refund any bonds issued by the governing board.

APPROVED BY THE GOVERNOR MAY 9, 2002.

FILED IN THE OFFICE OF THE SECRETARY OF STATE MAY 9, 2002.

Passed the House January 29, 2002,

by the following vote: 33 Ayes,
26 Nays, 1 Not Voting


Speaker of the House

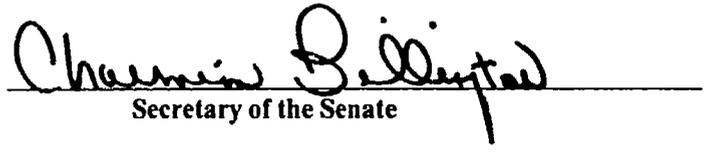

Chief Clerk of the House

on reconsideration

Passed the Senate May 7, 2002

by the following vote: 19 Ayes,
9 Nays, 2 Not Voting

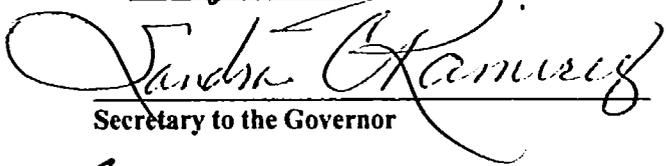

President of the Senate


Secretary of the Senate

EXECUTIVE DEPARTMENT OF ARIZONA
OFFICE OF GOVERNOR

This Bill was received by the Governor this
8 day of May, 2002,

at 8:05 o'clock A M.


Secretary to the Governor

Approved this 9 day of
May, 2002,

at 12:02 o'clock P M.

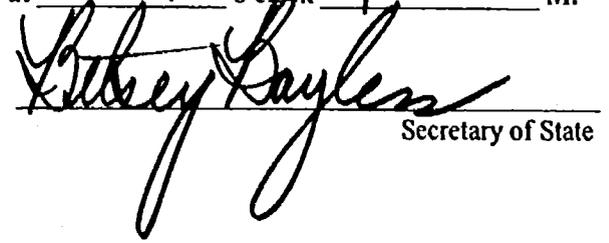

Governor of Arizona

H.B. 2165

EXECUTIVE DEPARTMENT OF ARIZONA
OFFICE OF SECRETARY OF STATE

This Bill was received by the Secretary of State
this 9 day of May, 2002,

at 3:27 o'clock P M.


Secretary of State