Teacher pay raises. Provides that if any teacher receives a supplemental pay increase for teaching a career or technical education course during the biennium beginning July 1, 2019, there is appropriated from the state general fund a sufficient amount to grant each teacher in the school corporations and charter schools of the state a 5% salary increase during each respective state fiscal year of the biennium. Provides that the governor may authorize transfers from a special reserve fund of the Indiana finance authority related to proceeds from the lease of the Indiana toll road or from the major moves construction fund in order to pay for the salary increases. Makes SECTION 4 of the bill concerning the skills enhancement fund permissive. Provides that awards from the skills enhancement fund under SECTION 4 may not exceed 25% of all awards from the skills enhancement fund unless the Indiana economic development corporation (IEDC) submits a declaration to the governor that a greater percentage of awards is acceptable to the IEDC. Specifies that any lump sum amounts received under any proposed extension or amendment to a public-private agreement to which the Indiana finance authority or the state is a party must be held in reserve. Removes the power to make transfers from the major moves construction fund to the state highway fund.

Page 2, between lines 30 and 31, begin a new paragraph and insert:

"SECTION 4. IC 5-1.2-4.5 IS ADDED TO THE INDIANA CODE AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]:

Chapter 4.5. Public-Private Agreements

Sec. 1. (a) This chapter applies to any public-private agreement to which the authority or the state, including any state agency or instrumentality of the state, is a party regardless of the statutory authorization used to enter into the public-private agreement, including IC 5-23 (public-private agreements generally), IC 8-15.5 (toll roads), and IC 8-15.7 (highways, roads, bridges). This chapter applies to any original public-private agreement and any extension or amendment to a public-private agreement already in effect.

(b) If a provision of this chapter conflicts with a provision of another statute, the provision of this chapter controls with respect to the public-private agreement.

Sec. 2. (a) If the authority or the state receives a lump sum payment as a result of entering into any extension or amendment
to a public-private agreement, any amount of that payment that is not obligated to cover any obligation incurred or amounts owed by the authority or the state before the date of the extension or amendment shall be deposited in a special payment reserve fund to be administered by the Indiana finance authority.

(b) The money in the special payment reserve fund at the end of any state fiscal year does not revert to any other fund.

(c) The authority may invest the money in the special payment reserve fund in the manner provided by law for investing money in the next level Indiana trust fund under IC 8-14-15.1.

Page 2, line 35, delete "Eligibility for" and insert "Subject to subsection (c), the corporation may award".

Page 2, line 36, delete "is limited to" and insert "for".

Page 3, between lines 2 and 3, begin a new paragraph and insert:

"(c) The aggregate amount of grants that the corporation awards under this section during a state fiscal year may not exceed twenty-five percent (25%) of the aggregate amount of the grants that the corporation awards from the skills enhancement fund to all recipients for the state fiscal year unless the corporation submits a declaration to the governor that a greater percentage of awards under this section is acceptable to the corporation.

SECTION 6. IC 8-14-14-7, AS AMENDED BY P.L.203-2007, SECTION 3, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2019]: Sec. 7. (a) In addition to any distributions required by section 6 of this chapter, money in the fund may be used for any of the following purposes:

(1) Except as provided in subsection (b), the payment of any obligation incurred or amounts owed by the authority, the department, or an operator under IC 8-15-2, IC 8-15-3, IC 8-15.5, or IC 8-15.7 in connection with the execution and performance of a public-private agreement under IC 8-15.5 or IC 8-15.7, including establishing reserves.

(2) Lease payments to the authority, if money for those payments is specifically appropriated by the general assembly.

(3) Distributions to the treasurer of state for deposit in the state highway fund, for the funding of any project in the department’s transportation plan.

(b) Money in the fund may not be used for the payment of an obligation incurred or amounts owed by the authority, the department, or an operator under IC 8-15.7 in connection with a public-private
agreement under IC 8-15.7 concerning a passenger or freight railroad
system as described in IC 8-15.7-2-14(a)(4).”.

Page 15, between lines 35 and 36, begin a new paragraph and insert:

"SECTION 23. IC 20-43-16 IS ADDED TO THE INDIANA CODE
AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE
JULY 1, 2019]:

Chapter 16. Supplemental Salary Increases

Sec. 1. (a) This subsection applies if any teacher receives a
supplemental payment under IC 20-28-9-1.5 for teaching a career
or technical education course during the state fiscal year beginning
July 1, 2019. There is appropriated to the department a sufficient
amount from the state general fund for its use in making
supplemental distributions to each school corporation and charter
school to provide each teacher of the school corporation or charter
school a five percent (5%) salary increase during the state fiscal
year beginning July 1, 2019. The amount appropriated under this
subsection is in addition to other distributions to a school
corporation under any other law.

(b) This subsection applies if any teacher receives a
supplemental payment under IC 20-28-9-1.5 for teaching a career
or technical education course during the state fiscal year beginning
July 1, 2020. There is appropriated to the department a sufficient
amount from the state general fund for its use in making
supplemental distributions to each school corporation and charter
school to provide each teacher of the school corporation or charter
school a five percent (5%) salary increase during the state fiscal
year beginning July 1, 2020. The amount appropriated under this
subsection is in addition to other distributions to a school
corporation under any other law.

(c) The governor may authorize one (1) or more transfers from
the special reserve fund established under IC 5-1.2-4.5 or the
major moves construction fund established under IC 8-14-14-5 to
the state general fund during:

(1) the state fiscal year beginning July 1, 2019, for the pay
increases described under subsection (a);
(2) the state fiscal year beginning July 1, 2020, for the pay
increases described under subsection (b); or
(3) both state fiscal years specified under subdivisions (1) and
(2);

by directing the Indiana finance authority or the Indiana
department of transportation, as applicable, to make the transfers. The aggregate amount of the transfers authorized under this subsection for the state fiscal year specified in subdivision (1) may not exceed the amount appropriated under subsection (a). The aggregate amount of the transfers authorized under this subsection for the state fiscal year specified in subdivision (2) may not exceed the amount appropriated under subsection (b)."

Renumber all SECTIONS consecutively.

(Reference is to HB 1002 as introduced.)