

FIRST READING

MISSING

Approved by Committee
on Education

1 HOUSE BILL NO. 409
 2 INTRODUCED BY MELOY
 3
 4 A BILL FOR AN ACT ENTITLED: "AN ACT TO PROVIDE THAT
 5 WHENEVER A SCHOOL DISTRICT RECEIVES ANOTHER DISTRICT INTO
 6 ITS BOUNDARIES BY REASON OF ABANDONMENT OF THE OTHER
 7 DISTRICT, ALL OF THE TERRITORY WITHIN THE BOUNDARIES OF THE
 8 ENLARGED DISTRICT BECOMES SUBJECT TO THE INDEBTEDNESS OF THE
 9 ORIGINAL TERRITORY OF THE RECEIVING DISTRICT; AMENDING
 10 SECTION 75-6529, R.C.M. 1947; AND PROVIDING AN IMMEDIATE
 11 EFFECTIVE DATE."
 12
 13 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
 14 Section 1. Section 75-6529, R.C.M. 1947, is amended to
 15 read as follows:
 16 "75-6529. Bonded indebtedness against original
 17 territory except when assumed by election. ~~(1)~~ Whenever
 18 district boundaries are changed in any manner prescribed in
 19 this ~~title~~ title, the existing bonded indebtedness against
 20 any district or territory affected by a change of boundaries
 21 shall remain the indebtedness of the original territory
 22 against which such bonds were issued and shall be paid by
 23 levies on the original territory; ~~except:~~
 24 (a) when ~~whenever~~ elementary districts are
 25 consolidated with the mutual assumption of bonded

1 indebtedness; or
 2 (b) when ~~whenever~~ an elementary district is annexed
 3 with a joint assumption of the annexing district's bonded
 4 indebtedness with the annexing district; ~~or~~
 5 (c) ~~whenever the territory of any district is attached~~
 6 ~~to and received by a contiguous district by reason of~~
 7 ~~abandonment under 75-6512, in which case the indebtedness of~~
 8 ~~the original territory of the receiving district becomes the~~
 9 ~~indebtedness of all the territory within the boundaries of~~
 10 ~~the receiving district after attachment.~~
 11 (2) Any moneys to the credit of the debt service fund
 12 of a district when its boundaries are changed shall be used
 13 to pay the existing bond principal and interest of the
 14 original territory issuing such bonds as it becomes due or
 15 for bond redemption under the bonding provisions of this
 16 ~~title~~ title."
 17 SECTION 2. EFFECTIVE DATE. THIS ACT IS EFFECTIVE ON
 18 ITS PASSAGE AND APPROVAL.

-End-

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22 against which such bonds were issued and shall be paid by
23 levies on the original territory~~s~~, except:

24 (a) when ~~whenever~~ elementary districts are
25 consolidated with the mutual ~~assumption~~ of bonded

1 indebtedness; or

2 (b) when ~~whenever~~ an elementary district is annexed
3 with a joint assumption of the annexing district's bonded
4 indebtedness with the annexing district; or

5 (c) whenever the territory of any district is attached
6 to and received by a contiguous district by reason of
7 abandonment under 75-6512, in which case the indebtedness of
8 the original territory of the receiving district becomes the
9 indebtedness of all the territory within the boundaries of
10 the receiving district after attachment.

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