

STAFF REPORT

Date: January 10, 2024

From: Keith Zuspan, Marla Howard, Stewart Okobia

RE: "City 101" Form of Government Change Conversion Process

A primary concern for the metro townships is the impact of HB 35 on the organizational structure and any needed filings.

Marla spoke with Nathan Bracken and the impact of the bill on:

- 1. Incorporation (lines 234 and 235 of HB 35)
 - a. There will be no need for new incorporation documents.
 - i. No need for feasibility studies
 - ii. No need for public hearings
 - iii. No need for a new application
 - iv. No need for a new certification from the Lt. Governor
 - v. **234** (3) The classification of a converted municipality is governed by Section 10-2-301, based on the converted municipality's population on May 1, 2024.
 - 1. Section 10-2-301 is the municipality classification according to its population.
 - b. There will be no need to file for a name change with the Lt. Governor or the IRS
 - c. There will be no need to file for a new tax identification number with the IRS
- 2. The change is for:
 - a. Taxing authority for the members
 - b. Directly elected mayor by the community (not appointed by the council)
 - i. Current Mayor will serve until the next regular election
- 3. Accounting year change, as previously discussed.