



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2021 Biennium

Bill # HB0462

Title: Revise administration of tax increment financing districts

Primary Sponsor: Burnett, Tom

Status: As Amended in House Committee

- Significant Local Gov Impact
 Needs to be included in HB 2
 Technical Concerns
 Included in the Executive Budget
 Significant Long-Term Impacts
 Dedicated Revenue Form Attached

FISCAL SUMMARY

| | <u>FY 2020 Difference</u> | <u>FY 2021 Difference</u> | <u>FY 2022 Difference</u> | <u>FY 2023 Difference</u> |
|---|-------------------------------|-------------------------------|-------------------------------|-------------------------------|
| Expenditures: | | | | |
| General Fund | \$0 | \$0 | \$0 | \$0 |
| State Special Revenue | \$0 | \$0 | \$0 | \$0 |
| Revenue: | | | | |
| General Fund | \$0 | \$0 | \$0 | \$0 |
| State Special Revenue | \$0 | \$0 | \$0 | \$0 |
| Net Impact-General Fund Balance: | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |

Description of fiscal impact: HB 462, as amended, imposes new reporting requirements on local governments with urban renewal districts (URDs) and targeted economic development districts (TEDDs) to report financial information to the Department of Revenue (the department) annually. It also imposes on the department the obligation to post certain specified information derived from the local government reports as well as in the department's biennial report. This is an expansion of current department reporting. The bill also sets additional requirements for new or amended tax increment finance districts (TIFDs) if the base value of TIFDs is more than 35% of the total of local government taxable value. If a new district exceeds the 35% criteria, the local government must do an impact analysis and hold public hearings for the affected local jurisdictions. There is no fiscal impact to the state.

TB
Sponsor's Initials

Mar 11, 2019
Date

TL
Budget Director's Initials

3/6/19
Date