

Fiscal Estimate Narratives

DOR 2/6/2020

LRB Number	19-4336/1	Introduction Number	AB-0821	Estimate Type	Original
Description changing the 12 percent rule regarding the total value of taxable property included in the creation of, or amendment to, a tax incremental financing district in the village of Little Chute					

Assumptions Used in Arriving at Fiscal Estimate

Current law generally prohibits a municipal government from creating an additional tax incremental district (TID) if the taxable value of the new district plus the value increment of existing districts exceeds 12 percent of the municipality's total equalized value. Under the bill, the 12 percent rule becomes a 15 percent rule for the Village of Little Chute, with regards to the creation of TID number 9. Upon termination of TID number 9, the rule will return to 12 percent.

The Village of Little Chute currently has 5 TIDs with a 2019 value increment of \$141,864,000, which is 14.9 percent of the 2019 equalized value of \$952,165,700. Under the bill, TID 9 could have a total equalized value of approximately \$960,800.

The bill does not impact increment collections of existing TIDs.

Long-Range Fiscal Implications