

Fiscal Estimate Narratives

DOR 6/12/2019

LRB Number	19-2452/1	Introduction Number	SB-268	Estimate Type	Original
Description : lengthening the time during which tax increments may be allocated and expenditures for project costs may be made and extending the maximum life for Tax Incremental District Number Two in the village of Kronenwetter					

Assumptions Used in Arriving at Fiscal Estimate

Current law generally limits a tax increment district (TID) maximum life to 20 years, with the expenditure period limited to 15 years, and the tax increment allocation period to 20 years. Under the bill, with regard to TID number 2 in the Village of Kronenwetter, expenditures for project costs may be made for up to 20 years after TID creation, DOR may allocate tax increments for up to 25 years after creation, and the maximum life of the TID is extended five years.

TID number 2 currently has a 2018 current value of \$32,006,200, with an increment value of \$26,607,600. For 2017, TID number 2 had revenues of \$926,018, expenditures of \$280,672, and an ending fund balance of \$1,768,075. The bill extends the maximum life of TID number 2 by five years from 2024 to 2029. Project expenditures may be made until 2024, along with increment allocations.

Long-Range Fiscal Implications