

### Fiscal Estimate - 2019 Session

Original     
  Updated     
  Corrected     
  Supplemental

LRB Number **19-3203/1**      Introduction Number **AB-0294**

**Description**  
 changing the 12 percent rule regarding the total value of taxable property included in the creation of a tax incremental financing district in the village of Ontario

**Fiscal Effect**

**State:**

No State Fiscal Effect  
 Indeterminate  
 Increase Existing Appropriations     
  Increase Existing Revenues     
  Increase Costs - May be possible to absorb within agency's budget  
 Decrease Existing Appropriations     
  Decrease Existing Revenues     
   
  Yes    
  No  
 Create New Appropriations     
  Decrease Costs

**Local:**

No Local Government Costs  
 Indeterminate

1.  Increase Costs       Permissive  Mandatory

2.  Decrease Costs       Permissive  Mandatory

3.  Increase Revenue       Permissive  Mandatory

4.  Decrease Revenue       Permissive  Mandatory

**5. Types of Local Government Units Affected**

Towns       Village       Cities  
 Counties       Others  
 School Districts       WTCS Districts

**Fund Sources Affected**      **Affected Ch. 20 Appropriations**

GPR     FED     PRO     PRS     SEG     SEGS

Agency/Prepared By	Authorized Signature	Date
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## Fiscal Estimate Narratives

DOR 6/17/2019

LRB Number	<b>19-3203/1</b>	Introduction Number	<b>AB-0294</b>	Estimate Type	<b>Original</b>
<b>Description</b> changing the 12 percent rule regarding the total value of taxable property included in the creation of a tax incremental financing district in the village of Ontario					

### 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 would not apply to the Village of Ontario, with regard to the creation of TID number 2. Upon termination of TID number 2, the rule will return to 12 percent.

The Village of Ontario currently has one TID with a 2018 value increment of \$2,094,800, which is 12.53 percent of the 2018 equalized value of \$16,719,800. Under the bill, Ontario would have no limit with regards to creating TID number 2.

The bill does not impact increment collections of existing TIDs.

### Long-Range Fiscal Implications