



## Fiscal Estimate Narratives

DOR 12/18/2023

LRB Number	<b>23-4700/1</b>	Introduction Number	<b>SB-0787</b>	Estimate Type	<b>Original</b>
<b>Description</b> limitations on the total value of taxable property that may be included in a tax incremental financing district created in the city of Evansville					

### Assumptions Used in Arriving at Fiscal Estimate

Under current law, the equalized value of taxable property of a new or amended tax incremental district (TID) plus the value increment of all existing TIDs in a city or village may not exceed 12 percent of the total equalized value of taxable property in the city or village. Under this bill, the 12 percent rule does not apply to TID Number 10 created by the city of Evansville. The exception expires upon the termination of that TID.

For 2023, Evansville had a total equalized value of \$669,495,700. Evansville currently has 4 TIDs with a combined current value of \$47,037,500, and a combined 2023 increment value of \$31,114,800. Evansville is currently under 12 percent limit at 4.65 percent. Under current law, Evansville can create TID number 10 without terminating a current TID, subtracting territory, or waiting until the values fall below the 12 percent limit. Under the bill, Evansville could amend TID number 10 and increase the value without limitations.

The department's computer software can accommodate this special TID without any additional programming changes and administrative costs.

### Long-Range Fiscal Implications